

**Public Accounts
1990-91**



To His Honour
G. Towers
Lieutenant Governor of Alberta

May it Please Your Honour

The undersigned has the honour to present the Public Accounts of Alberta for the year ended March 31, 1991, in accordance with the requirements of the Financial Administration Act.

Dick Johnston
Provincial Treasurer

Edmonton, March 1992

To the Honourable Dick Johnston
Provincial Treasurer

Sir:

In accordance with the provisions of section 77 of the Financial Administration Act, we have the honour to transmit herewith the Public Accounts of Alberta for the year ended March 31, 1991 to be laid by you before the Legislative Assembly.

The Public Accounts are presented in a single volume containing financial statements and other reports, including

1. Consolidated financial statements of the Province of Alberta,
2. Financial statements of the General Revenue Fund,
3. Details of General Revenue Fund expenditure and revenue by department,
4. Financial statements of revolving funds, regulated funds and Provincial agencies, and
5. Reports that are required to be included with the Public Accounts in accordance with the Financial Administration Act and other statutes.

In addition to the Public Accounts, a report presenting details of expenditure by payee is provided as supplementary information.

Respectfully submitted

A. D. O'Brien
Deputy Provincial Treasurer
Management and Control

J. D. Peters, CA
Controller

Alberta Treasury
Edmonton, March 1992

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SECTION 1

1990-91 PUBLIC ACCOUNTS

CONSOLIDATED FINANCIAL STATEMENTS OF THE PROVINCE OF ALBERTA

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CONSOLIDATED FINANCIAL STATEMENTS
OF THE PROVINCE OF ALBERTA
FOR THE YEAR ENDED MARCH 31, 1991

Introduction:

The financial statements in this section are consolidations of the financial statements of the General Revenue Fund, revolving funds, regulated funds and Provincial agencies, including those Provincial agencies designated as commercial enterprises, for which separate financial statements or summaries are presented in sections 2 to 7 inclusive.

The methods of consolidation are described in the Accounting Policy note that forms part of the financial statements.

PROVINCE OF ALBERTA
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report

Consolidated Statement of Reported Assets, Liabilities and Net Assets

Consolidated Statement of Revenue and Expenditure

Consolidated Statement of Changes in Financial Position

Notes to the Consolidated Financial Statements

Schedules to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Members of the
Legislative Assembly

I have audited the consolidated statement of reported assets, liabilities and net assets of the Province of Alberta as at March 31, 1991 and the consolidated statements of revenue and expenditure and changes in financial position for the year then ended. These financial statements are the responsibility of Treasury Department management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Province of Alberta as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 1 to the consolidated financial statements. As required by the Auditor General Act, I report that, in my opinion, after giving retroactive effect to the change in the method of accounting for losses on guarantees and indemnities as explained in Note 2 to the financial statements, this basis is consistent with that applied in the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
January 22, 1992

Statement No. 1.1

PROVINCE OF ALBERTA
 CONSOLIDATED STATEMENT OF REPORTED ASSETS,
 LIABILITIES AND NET ASSETS
 MARCH 31, 1991

Schedule No.		In thousands	
		1991	1990
	ASSETS		
1.1	Cash and marketable securities	\$ 4,416,644	\$ 3,572,055
	Accounts receivable	1,934,165	1,400,528
1.2	Portfolio investments	6,848,408	6,032,907
1.3	Long-term investments	1,966,382	1,184,700
1.4	Equity (deficiency) in commercial enterprises	(177,622)	1,659,478
1.5	Loans and advances	9,300,806	9,936,227
1.6	Inventories held for resale	436,934	336,326
		<u>\$24,725,717</u>	<u>\$24,122,221</u>
	LIABILITIES AND NET ASSETS		
	Liabilities:		
	Accounts and loans payable	\$ 1,421,262	\$ 1,509,142
	Unearned revenue and suspense	71,498	61,458
1.7	Unmatured debt	15,739,603	14,027,129
1.8	Guarantees and indemnities	498,802	434,204
		<u>17,731,165</u>	<u>16,031,933</u>
1.9	Restricted profits and equity	<u>6,530,458</u>	<u>5,794,217</u>
	Net Assets:		
	Net assets at beginning of year:		
	As previously reported	2,727,624	5,067,022
	Adjustments due to change in accounting policy	431,553	654,866
	As restated	<u>2,296,071</u>	<u>4,412,156</u>
	Net expenditure - Statement No. 1.2	<u>1,831,977</u>	<u>2,116,085</u>
	Net assets at end of year	<u>464,094</u>	<u>2,296,071</u>
		<u>\$24,725,717</u>	<u>\$24,122,221</u>

The accompanying notes are part
 of these financial statements.

Statement No. 1.2

PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

	In thousands	
	1991	1990
Revenue:		
Taxes	\$ 4,476,594	\$ 3,919,478
Non-renewable resource revenue	2,687,916	2,239,968
Payments from Government of Canada	2,302,419	1,886,553
Investment income	2,124,787	1,890,674
Fees, permits and licences	789,174	719,769
Net profits from commercial operations	91,967	391,194
Other revenue	906,730	1,071,111
	<u>13,379,587</u>	<u>12,118,747</u>
Expenditure:		
Health	3,861,211	3,601,565
Education	2,901,114	2,821,354
Resource conservation and economic development	1,649,568	1,689,495
Social services	1,567,493	1,501,717
Transportation and utilities	983,644	1,043,620
Regional planning and development	874,853	839,708
Protection of persons and property	506,039	562,964
Environment	285,157	266,128
Recreation and culture	280,330	277,028
Housing	237,811	154,353
General government		
Debt servicing costs	1,061,248	850,288
Other	623,533	577,186
	<u>14,832,001</u>	<u>14,185,406</u>
Valuation adjustments and obligations under guarantees	379,563	49,426
	<u>15,211,564</u>	<u>14,234,832</u>
Net expenditure	<u>\$ 1,831,977</u>	<u>\$ 2,116,085</u>

Statement No. 1.3

PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	In thousands	
	1991	1990
Operating transactions:		
Net expenditure	\$ 1,831,977	\$ 2,116,085
Non-cash items included in net expenditure	(1,068,286)	(19,734)
Restricted profits and equity	(736,241)	(651,139)
Other, net	639,832	147,952
Cash applied to operating transactions	<u>667,282</u>	<u>1,593,164</u>
Investing transactions:		
Portfolio investments	3,089,603	1,620,849
Loans and advances	909,219	1,066,511
Proceeds from disposals, repayments and redemptions of portfolio investments	(2,397,073)	(1,486,665)
Repayment of loans and advances	(1,387,259)	(619,453)
Other, net	(319,843)	170,810
Cash applied to (provided by) investing transactions	<u>(105,353)</u>	<u>752,052</u>
Financing transactions:		
Debt retirement	27,024,507	24,172,240
Debt issues	(28,431,025)	(26,076,223)
Cash provided by financing transactions	<u>(1,406,518)</u>	<u>(1,903,983)</u>
Increase (decrease) in cash and marketable securities	844,589	(441,233)
Cash and marketable securities at beginning of year	3,572,055	4,013,288
Cash and marketable securities at end of year	<u>\$ 4,416,644</u>	<u>\$ 3,572,055</u>

**PROVINCE OF ALBERTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1991**

Note 1 Summary of Significant Accounting Policies and Reporting Practices

These financial statements are prepared in accordance with the following accounting policies:

(a) Reporting entity

These financial statements include the accounts of most government entities including the General Revenue Fund, revolving funds, regulated funds and Provincial agencies, comprising Provincial corporations and Provincial committees, as defined by the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

The following corporations are excluded from the definition of Provincial corporation and accordingly their accounts are not included in the consolidated financial statements.

- (i) New towns or housing authorities under section 42 of the Alberta Mortgage and Housing Corporation Act
- (ii) Ambulance district boards under the Ambulance Services Act
- (iii) The Calgary General Hospital Board under The Calgary General Hospital Board Act, and
- (iv) A board of a hospital district appointed by an order under section 8 of the Hospitals Act.

The following corporations are exempted from all reporting and financial control provisions of the Financial Administration Act except section 81 respecting the approval of borrowing by the Provincial Treasurer. Accordingly their accounts are excluded from the consolidated financial statements.

- (a) The board of a university under the Universities Act
- (b) The interim governing body of a university under the Universities Act
- (c) The board of a public college under the Colleges Act
- (d) The Governors of the Banff Centre for Continuing Education
- (e) The board of a technical institute under the Technical Institutes Act
- (f) The interim governing authority of a technical institute under the Technical Institutes Act
- (g) The Alberta Heritage Foundation for Medical Research
- (h) The board of management of a Provincial General Hospital under the Provincial General Hospitals Act
- (i) A mental health hospital board under the Mental Health Act
- (j) The Alberta Cancer Board
- (k) The University Hospitals Board under the University of Alberta Hospitals Act
- (l) The Joint Standards Directorate under the Chartered Accountants Act, the Certified Management Accountants Act and the Certified General Accountants Act, and
- (m) Any subsidiaries of the aforementioned corporations that are controlled directly or indirectly through one or more intermediary corporations.

(b) Method of consolidation

The accounts of the General Revenue Fund, revolving funds, regulated funds and Provincial agencies, except those designated as commercial enterprises, are consolidated after adjusting them to a basis consistent with the accounting policies described below in (c). Inter-fund, agency revenue and expenditure transactions, investing and financing transactions, and related asset and liability accounts have been eliminated.

The accounts of Provincial agencies designated as commercial enterprises are recorded on an equity basis, the equity being computed in accordance with generally accepted accounting practices applicable to those enterprises.

The reporting period of five of the Provincial agencies is for the year ended December 31, 1990. Transactions of these agencies that have occurred during the period to March 31, 1991 and that significantly affect the consolidation have been recorded.

(c) Basis of financial reporting

Revenues

Net personal income taxes are reported on the basis of the cash received prior to the year end from the Government of Canada based on its estimate of the amount due to the Province under the terms of a tax collection agreement. Net corporate income taxes and financial institutions capital tax are collected by the Province and reported on a cash basis. Freehold mineral rights tax and non-renewable resource revenue from royalty consist of cash received in the year on account of the current and previous fiscal years and cash received in the three months following the year end relating to previous fiscal years. Other revenues are reported on an accrual basis.

Expenditures

Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs, including capital acquisitions, expenditures on capital programs and grants for capital purposes.

Obligations under guarantees and indemnities are charged to expenditure when management determines that the Province will likely be called upon to make payment. The charge represents management's estimate of future payments less recoveries.

No provision is made in the financial statements for commitments and legal actions, details of which are disclosed in Notes 4 and 5 respectively.

Pension costs in respect of defined benefit pension plans for provincial employees and Members of the Legislative Assembly comprise only the Province's contributions for services rendered during the fiscal year. No provision is made for additional expenditure to reflect the present value of accrued pension benefits determined by actuarial valuation.

No provision is made for employee vacation entitlements, sick leave and long term disability benefits.

Reported Assets and Liabilities

Reported assets are limited to financial claims on outside organizations and individuals and inventories held for resale at the year end. Because they are reported on a cash basis, financial institutions capital tax and net personal and corporate income taxes receivable are not reported.

Liabilities include all financial claims payable by the Province at the year end. Also included are guarantees and indemnities which are reported as liabilities when management determines that the Province will likely be called upon to make payment. The amount reported for guarantees and indemnities represents management's estimate of future payments less recoveries.

No accrual is made for actuarial estimates of obligations in respect of the present or future benefits payable under Pension Plan Acts with benefits directly chargeable to or guaranteed by the Province, other than the amount included in restricted profits and equity (Schedule 1.9). No liability is reported for commitments and legal actions, details of which are disclosed in Notes 4 and 5 respectively. No accrual is made for employee vacation entitlements, sick leave and long term disability benefits, amounts payable under the Alberta Income Tax Act or the Alberta Corporate Tax Act.

Marketable securities are temporary investments; they are valued at cost or market value, whichever is lower, on an aggregate basis.

Bonds, bond coupons and residuals, mortgage-backed securities, mortgages and mid-term money market securities, included in portfolio investments are carried at cost adjusted for deferred unamortized realized gains and losses. Portfolio investments are investments that are required to meet specific future obligations or to provide income over a long period. Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

Common shares, preferred shares, warrants and pooled equity trust units included in portfolio investments are carried at cost. Real estate is carried at the lower of cost and appraised value. Realized gains and losses on disposals of these investments are included in the determination of net expenditure.

Long-term investments are recorded at cost.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Real estate held for rental and resale is valued at the lower of cost and net realizable value, on an aggregate basis. Inventories representing the Province's share of royalty oil in feeder and trunk pipe lines are stated at actual net realizable value. Other inventories are valued at the lower of cost, determined on a first-in, first-out basis, and estimated net realizable value.

Debentures included in unmatured debt are recorded at the face amount of the issue less unamortized discount, which includes issue expenses and hedging costs, and sinking fund assets. Sinking fund investments are carried on the same valuation basis as portfolio investments, at cost or adjusted cost. Treasury bills and promissory notes are recorded at issue principal less unamortized discount, where applicable.

Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of net expenditure.

Consistent with the reporting of capital acquisitions as expenditure, fixed assets are not reported.

Note 2 Change in Accounting Policy

In prior years obligations under guarantees and indemnities were charged to expenditure when the Province was called upon to make payment. Effective April 1, 1990, obligations under guarantees and indemnities are charged to expenditure when management determines that the Province will likely be called upon to make payment. The charge represents management's estimate of future payments less recoveries.

This change in accounting policy has been applied retroactively and the 1990 figures have been restated to reflect the change. If the change had not been made, net expenditure for 1989-90 and 1990-91, and net assets at March 31, 1991, would have been \$2,339,398,000, \$1,766,701,000 and \$960,923,000, respectively. The overall effect of the change is to increase expenditure of the current and previous years and reduce expenditure of future years, approximately as follows:

	Increase (Reduction) in Expenditure		Increase (Reduction) in Expenditure
Before 1985-86	\$ 56,869,000	1988-89	\$ (8,850,000)
1985-86	695,725,000	1989-90	(223,313,000)
1986-87	(39,176,000)	1990-91	65,276,000
1987-88	(49,702,000)	After 1990-91	(496,829,000)

Note 3 Pension Obligations

The Pension Fund is a regulated fund established for the purpose of assisting the Government to meet its pension obligations under guarantees of defined benefit pensions under six of the plans administered by the Government. The Pension Fund balance in restricted profits and equity at March 31, 1991 amounted to \$5,691,112,000.

Actuarial valuations were carried out at March 31, 1990 (the valuation date). One of the purposes of the actuarial valuations was to develop the actuarial liability of each of the pension plans at the valuation date. The actuarial liabilities were developed as the actuarial present value of benefits expected to be paid in the future attributed to service performed prior to the valuation date. The actuarial valuations reflected the provisions of the pension plans that were in effect at the valuation date. The actuarial liabilities of the pension plans on the valuation date were:

Local Authorities Pension Plan Act	\$3,811,000,000
Public Service Pension Plan Act	2,161,000,000
Public Service Management Pension Plan Act	1,249,000,000
Universities Academic Pension Plan Act	1,012,000,000
Special Forces Pension Plan Act	498,000,000
Members of the Legislative Assembly Pension Plan Act	47,000,000
Total obligation	8,778,000,000
Less Pension Fund balance, being the net assets of the Pension Fund, included in restricted profits and equity at March 31, 1990	5,038,000,000
Net obligation	<u>\$3,740,000,000</u>

The reports of the consulting actuary for the five largest pension plans and for the Members of the Legislative Assembly pension plan were dated November 15, 1991 and November 25, 1991 respectively.

The consulting actuary reported that, in his opinion, the actuarial valuations of the pension plans performed for the purpose of determining the actuarial liabilities of the pension plans at the valuation date were based on financial and demographic data of members of the pension plans which were sufficient and reliable, based on demographic and economic assumptions which were, subject to the qualifications noted below, adequate and appropriate, and developed using actuarial valuation methods and calculation techniques which were consistent with sound actuarial principles.

The consulting actuary reported that, notwithstanding the foregoing, his opinion is dependent on the implementation and consistent application of an investment policy designed to produce, in the long term, rates of return on pension fund assets of at least 3.5% per annum over the level of price inflation in Alberta. He further reported that the actuarial liabilities include provision for future cost-of-living benefits equal to 60% of the annual increase in the Consumer Price Index and the actuarial liabilities are understated if future cost-of-living benefits are granted by the Legislature in amounts which are in excess of this assumption.

On September 1, 1988 the Government established a pension plan for provincial judges and masters in chambers. Based on an actuarial valuation, the Government's unfunded liability under the plan in respect of accrued pension benefits attributed to services rendered to that date was estimated at \$22,701,000.

Under provisions of the Teachers' Retirement Fund Act, payment of all benefits is guaranteed by the Province of Alberta. An actuarial valuation at August 31, 1989 indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately \$2,393,600,000 to meet the liabilities of the fund. The actuarial valuation was based on similar actuarial assumptions to those used for the Pension Plan Acts referred to above.

Prior to July 5, 1990, the Province of Alberta had an obligation to pay from the General Revenue Fund to the Workers' Compensation Board the costs of additional amounts of compensation for permanent total disability or permanent partial disability in respect of accidents which occurred prior to January 1, 1974. On July 5, 1990 the Workers' Compensation Amendment Act, 1990 received Royal Assent. The Act repealed the provisions existing at the year end relating to the Province's continuing obligation, fixing the outstanding liability at \$41,150,000. Of this amount, \$13,800,000 was transferred from the General Revenue Fund to the Workers' Compensation Board in 1990-91. Remaining transfers are to be made from the General Revenue Fund as follows:

1991-92	\$10,900,000
1992-93	8,200,000
1993-94	5,500,000
1994-95	2,750,000

Prior to April 1, 1986, all costs incurred by the Workers' Compensation Board in respect of work-related accident injuries to provincial employees were reimbursed by the Province of Alberta. From that date the Province has been assessed premiums based on its salaries, job classifications and experience. The Board determined that the actuarial liability arising from those accidents which occurred prior to April 1, 1986 amounted to approximately \$30,400,000 at March 31, 1991 (1990 \$29,300,000).

Note 4 Commitments

Set out below are details of commitments to outside organizations and individuals.

(a) Alberta-Metis Settlements Accord

The Metis Settlements Accord Implementation Act was proclaimed on November 1, 1990. This Act implements the Alberta-Metis Settlements Accord signed on July 1, 1989 which provides that \$310,000,000 is to be paid from the General Revenue Fund at \$30,000,000 a year for seven years beginning April 1, 1990, followed by ten annual payments of \$10,000,000 beginning April 1, 1997. Payments of \$280,000,000 remain to be made from the General Revenue Fund at March 31, 1991. Certain matching payments will also be required to be made to settlement councils under the Act between 1997 and 2007.

(b) Other Commitments

	1991	1990
Obligations under long-term leases, contracts and programs	\$1,389,914,000	\$1,712,100,000
Long-term investments authorized and undisbursed	661,417,000	711,847,000
Loans and advances approved and undisbursed	92,083,000	211,600,000
Other	196,272,000	410,064,000
	<u>\$2,339,686,000</u>	<u>\$3,045,611,000</u>

Note 5 Contingent Liabilities

Set out below are details of contingent liabilities resulting from guarantees, indemnities and litigation, other than those reported as liabilities and shown in Schedule 1.8.

(a) Debenture and Loan Guarantees

Debenture and loan guarantees amounting to \$3,038,046,000 (1990 \$2,680,004,000) are analyzed in Schedule 1.13.

(b) Indemnities

The Province has agreed with the Canada Deposit Insurance Corporation to indemnify the Corporation for loss occurring by reason of its obligation to make payment in respect of any deposit insured by a policy of deposit insurance issued to North West Trust Company, in consideration of which the Corporation paid an amount of \$277,801,000 to North West Trust Company, evidenced by a non-interest bearing promissory note endorsed to Treasury Branches without recourse to the Corporation.

The Province has agreed to indemnify North West Trust Company from any loss in the event any of the payment or performance obligations of 354713 Alberta Ltd., a company jointly owned by the Province and Treasury Branches, are not paid or performed. The company was established to finance the purchase of mortgages and real estate from North West Trust Company and Heritage Savings and Trust Company, the operations of which were acquired by North West Trust Company. The main obligations of the company that are covered by the indemnity consist of notes payable to North West Trust Company in the amount of \$60,000,000 at March 31, 1991 (1990 \$78,087,000), and a commitment to purchase up to an additional \$24,166,000 (1990 \$30,855,000) of certain assets of North West Trust Company, subject to the consent of the Province.

(c) Native Land and Mineral Rights Claims

The Province has a contingent liability in respect of a statement of claim filed on February 19, 1982 in the Alberta Court of Queen's Bench. The plaintiffs are the members of the Lubicon Lake Band and the Cree Community of Little Buffalo Lake. The defendants are the Province of Alberta and a number of oil companies. The plaintiffs claim entitlement to at least 92 square miles of land in Northwestern Alberta as a reserve. They are also claiming \$700,000,000 in lieu of royalties and revenues, \$100,000,000 for waste and destruction, \$50,000,000 for discrimination and denial of fundamental rights, or alternatively a reserve of 92 square miles including mines and minerals together with \$200,000,000 damages, and interest on all amounts.

The Province also has a contingent liability in respect of four other native land or mineral rights claims in which the amounts claimed are unspecified.

The resulting loss, if any, from these claims cannot be determined.

(d) Other Claims

At March 31, 1991 the Province was named as defendant in various legal actions in addition to those noted above. The total claimed in specific legal actions amounts to approximately \$588,176,000 (1990 \$567,128,000).

The resulting loss, if any, from these claims cannot be determined.

(e) Other Contingencies

The Province has a contingent liability to return to Indian Bands its share of oil export tax relating to the period October 1, 1973 to March 31, 1974 in respect of oil production from Indian lands. The Province is committed to return its share of oil export tax, which amounts to approximately \$4,650,000, if the federal government makes a similar decision in respect of its share.

Note 6 Comparison of Planned and Actual Results

A comparison of budgeted and actual net expenditure (revenue) is as follows:

	1991		1990	
	Budget	Actual	Budget	Actual
General Revenue Fund	\$ 699,458,000	\$1,192,142,000	\$1,428,017,000	\$2,166,377,000
Alberta Capital Fund	263,380,000	256,913,000	259,363,000	283,223,000
Alberta Heritage Savings Trust Fund	158,978,000	150,265,000	141,238,000	133,700,000
	<u>\$1,121,816,000</u>	<u>1,599,320,000</u>	<u>\$1,828,618,000</u>	<u>2,583,300,000</u>
Lottery Fund		(37,374,000)		(236,951,000)
Other regulated funds		(33,718,000)		(51,577,000)
Alberta Mortgage and Housing Corporation		(182,493,000)		(15,385,000)
Other provincial agencies		(16,220,000)		(20,276,000)
Alberta Government Telephones Commission		359,915,000		(50,568,000)
Workers' Compensation Board		165,656,000		(62,789,000)
Other commercial enterprises		(23,109,000)		(29,669,000)
Consolidated net expenditure		<u>\$1,831,977,000</u>		<u>\$2,116,085,000</u>

The budgeted and actual figures are before elimination of inter-entity transactions but after adjustments necessary to bring the reporting entities to the same basis of accounting as described in Note 1(c).

Note 7 Fiscal Stabilization

During 1987-88, the Province applied to the federal government for a fiscal stabilization payment of \$539,289,000 under provisions of the Federal-Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act. The application was based on the amount by which 1985-86 revenue subject to stabilization exceeded 1986-87 revenue subject to stabilization, after adjusting for changes in rates or structures of taxes or other revenues. The federal legislation provides for the determination by the Minister of Finance of Canada of the amount that will be paid to the Province. No accrual for fiscal stabilization was made in the 1987-88 or prior fiscal years. An interim payment of \$75,000,000 was accrued at March 31, 1989. No amount was accrued in 1989-90. On December 21, 1990, the federal government made a second payment of \$148,545,000. On July 22, 1991, following an arbitration settlement, the federal government made a final payment of \$195,622,000 which was accrued at March 31, 1991.

Note 8 Subsequent Events

(a) Debt Issues

Subsequent to the year end, the Province issued \$1,000,000,000 of United States dollar seven year notes, approximately \$612,705,000 of Alberta Capital Bonds (1991), \$500,000,000 of seven year bonds, \$500,000,000 of ten year bonds, \$200,000,000 of United States dollar eight year notes and \$280,721,000 of twenty year debentures to finance capital construction projects, for general operations, and to refinance existing debt.

(b) Sale of Assets

In December 1991, the Province filed a short form prospectus with the securities commissions in Canada offering to sell substantially all of its remaining holdings of TELUS common shares to the public. The net proceeds of the sale of 58 million common shares amounted to approximately \$8.38 million. The gain on sale of approximately \$185 million will be included in investment income for 1991-92.

Note 9 Trust Funds Under Administration

Trust funds under administration are regulated funds consisting of public money over which the Legislature has no power of appropriation. Because the Province has no equity in the funds and administers them for the purposes of various trusts, they are not included in the consolidated financial statements.

At March 31, 1991, trust funds under administration were as follows:

	1991	1990
Teachers' Retirement Fund	\$ 554,992,000	\$ 515,613,000
Public Trustee	241,029,000	233,671,000
Improvement Districts' Trust Account	182,558,000	162,458,000
Special Areas Trust Account	56,589,000	55,253,000
Various Courts and Sheriffs' Offices	41,086,000	42,156,000
Hospitals and Nursing Homes Construction Accounts	38,710,000	34,347,000
Federal Goods and Services Tax Trust	23,998,000	—
General Trust Account	21,154,000	23,824,000
The Alberta Government Telephones Employees' Pension and Death Benefit Fund and Group Life Insurance Trust Account	—	1,024,511,000
Miscellaneous trust funds	91,219,000	90,028,000
	<u>\$1,251,335,000</u>	<u>\$2,181,861,000</u>

Note 10 Comparative Figures

The 1990 figures and the 1991 budget figures have been restated where necessary to conform to the 1991 presentation.

Note 11 Approval of Financial Statements

These financial statements were approved by the Deputy Provincial Treasurer - Management and Control and the Controller.

PROVINCE OF ALBERTA
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1991

Schedule 1.1

CASH AND MARKETABLE SECURITIES

	In thousands			
	1991		1990	
	Book Value	Market Value	Book Value	Market Value
Bonds:				
Government of Canada, direct and guaranteed	\$ 722,969	\$ 732,395	\$ 230,206	\$ 223,727
Provincial, direct and guaranteed	312,600	316,270	68,083	66,296
Board of Governors of the University of Alberta	4,665	4,610	4,762	4,511
Municipalities, school and hospital boards	7,215	7,115	2,842	2,531
Corporate	70,970	72,763	39,744	37,682
Bond coupons and residuals:				
Government of Canada, direct	117,198	117,377	61,750	59,637
Provincial, direct and guaranteed	7,274	7,317	—	—
Mortgage-backed securities:				
Government of Canada guaranteed	71,029	72,836	9,476	9,008
Mid-term money market securities:				
Certificates of deposit and guaranteed investment certificates	242,761	244,765	125,171	121,076
Promissory notes	153,550	155,367	91,744	89,310
Bankers' acceptances	61,364	61,844	55,194	53,324
Common shares	9,904	9,904	10,430	9,452
	<u>1,781,499</u>	<u>1,802,563</u>	<u>699,402</u>	<u>676,554</u>
Short-term money market securities (a):				
Treasury bills	1,023,442	1,023,442	1,253,568	1,253,568
Bankers' acceptances	307,249	307,249	482,459	482,459
Fully hedged deposit receipts	86,874	86,874	16,551	16,551
Promissory notes	75,756	75,756	114,091	114,091
Certificates of deposit and guaranteed investment certificates	52,735	52,735	26,293	26,293
Bearer deposit notes	23,878	23,878	65,569	65,569
Pooled cash fund units	—	—	4,689	4,689
	<u>1,569,934</u>	<u>1,569,934</u>	<u>1,963,220</u>	<u>1,963,220</u>
Cash and cash equivalents (b)	<u>1,065,211</u>	<u>1,065,211</u>	<u>932,281</u>	<u>932,281</u>
	<u>\$4,416,644</u>	<u>\$4,437,708</u>	<u>\$3,594,903</u>	<u>\$3,572,055</u>

(a) The market value of short-term money market securities is estimated to approximate cost.

(b) Not adjusted for cheques issued from imprest accounts at the end of March in respect of April social allowance entitlements amounting to \$56,390,000 (1990 \$50,015,000).

PROVINCE OF ALBERTA

Schedule 1.2

PORTFOLIO INVESTMENTS

	In thousands			
	1991		1990	
	Book Value	Market Value	Book Value	Market Value
Bonds:				
Government of Canada, direct and guaranteed	\$1,557,003	\$1,618,180	\$1,425,538	\$1,367,254
Provincial, direct and guaranteed	1,620,887	1,698,532	1,656,811	1,619,871
Municipal	27,645	27,662	32,221	30,037
Foreign governments, guaranteed	22,894	23,871	—	—
Corporate	322,895	326,577	277,742	265,766
Corporate, convertible	154,798	154,800	154,798	154,803
Bond coupons and residuals:				
Government of Canada, direct	425,211	385,469	332,740	275,428
Provincial, guaranteed	2,638	2,705	—	—
Mortgage-backed securities:				
Government of Canada guaranteed	105,443	110,174	22,163	20,656
Mortgages	369,014	383,628	355,271	345,535
Mid-term money market securities:				
Certificates of deposit and guaranteed investment certificates	134,274	143,316	132,571	135,396
Promissory notes	52,634	52,977	56,577	55,380
Bankers' acceptances	500	523	1,979	1,912
Deferred unamortized realized gains and losses	<u>(32,425)</u>	<u>—</u>	<u>(48,740)</u>	<u>—</u>
	4,763,411	4,928,414	4,399,671	4,272,038
Common shares, preferred shares, warrants and pooled equity trust units	1,886,268	2,426,832	1,496,070	2,043,943
Real estate	<u>198,729</u>	<u>198,909</u>	<u>137,166</u>	<u>137,166</u>
	<u>\$6,848,408</u>	<u>\$7,554,155</u>	<u>\$6,032,907</u>	<u>\$6,453,147</u>

LONG-TERM INVESTMENTS

Schedule 1.3

	In thousands	
	1991	1990
Corporate debentures:		
Vencap Equities Alberta Ltd., participating debenture	\$ 199,993	\$ 199,994
Ridley Grain Ltd., participating first mortgage bonds	129,726	133,976
Millar Western Pulp Ltd. participating debenture	120,000	120,000
Preferred shares:		
EDO (Canada) Limited	4,400	2,724
Smoky River Coal Ltd.	4,300	4,300
Native Venture Capital Co. Ltd., Class A	3,960	3,960
Alberta Genetics Inc., Class X	3,500	3,500
New Noble Services Ltd., Class A	208	208
Pyramet Industries Ltd., Class X	—	500
D & S Knowledge Systems Inc., Class G	—	234
Central Consolidated Holdings Ltd., Class X	—	150
Peiganraft Ltd., Class C	—	75
Common shares:		
TELUS Corporation	672,736	—
Alberta Energy Company Ltd.	166,921	159,263
EDO (Canada) Limited	2,300	2,300
Native Venture Capital Co. Ltd., Class B	30	30
Native Venture Capital Co. Ltd., Class A	10	10
Global Thermoelectric Power Systems Ltd.	—	918
Venture equity:		
Participation in Syncrude Project	513,593	518,805
Participation in Lloydminster Bi-provincial Upgrader Project	138,934	29,763
Participation in OSLO Oil Sands Project	5,771	3,990
	<u>\$1,966,382</u>	<u>\$1,184,700</u>

EQUITY (DEFICIENCY) IN COMMERCIAL ENTERPRISES

	Alberta Intermodal Services Ltd.	Alberta Liquor Control Board	Alberta Terminals Ltd.	Alberta Terminals Canola Crushers Ltd.	In thousands Credit Union Deposit Guarantee Corporation	S C Financial Ltd.	S C Properties Ltd.	The Alberta General Insurance Company	The Alberta Government Telephones Commission	The Workers' Compensation Board
Adjusted net assets (deficiency) at beginning of year	\$31,229	\$ 160,879	\$ 22,595	\$11,189	\$24,860	\$ 1	\$(145,902)	\$529	\$ 229,142	\$(303,990)
Total revenue	20,618	1,037,419	3,406	45,160(b)	12,949	50,041(c)	136,871(d)	69	984,126	575,018(f)
Total expenditure	18,820	1,036,018(a)	4,827	47,079	8,784	50,041	119,039	40	1,344,041(e)	740,674
Net revenue (expenditure)	1,798	1,401	(1,421)	(1,919)	4,165	—	17,832	29	(359,915)	(165,656)
Issues (redemption) of capital stock	—	—	(21,177)	1,405	—	—	—	—	—	—
Adjusted net assets (deficiency) at end of year	\$33,027	\$ 162,280	\$ —	\$10,675	\$29,025	\$ 1	\$(128,070)	\$558	\$ (130,773)	\$(469,646)
Represented by										
Assets:										
Cash and marketable securities	\$15,407	\$ 22,273	\$ —	\$ 151	\$25,473	\$ 139	\$ 686	\$563	\$ 1,066	\$ 50,507
Accounts receivable	2,196	4,788	—	3,963	1,417	4	1,927	18	28,816	65,882
Inventories	—	44,257	—	3,094	—	—	—	—	—	—
Investments	—	—	—	—	5,872	44,730	11,929	—	30,139	1,580,193
Loans	—	—	—	—	—	—	15,432	—	906,109	—
Fixed assets	16,133	118,807	—	11,510	227	—	47,070	—	—	26,644
Other assets	721	2,052	—	311	—	1	—	1	—	76,536
Total assets	34,457	192,177	—	19,029	32,989	44,874	77,044	582	966,130	1,799,762
Liabilities:										
Accounts payable	1,405	29,897	—	8,354	3,839	—	2,364	24	27,926	2,225,258
Unearned revenue	25	—	—	—	125	—	—	—	—	44,150
Unmatured debt	—	—	—	—	—	44,873	202,750	—	1,068,977	—
Total liabilities	1,430	29,897	—	8,354	3,964	44,873	205,114	24	1,096,903	2,269,408
Adjusted net assets (deficiency) at end of year	33,027	162,280	—	10,675	29,025	1	(128,070)	558	(130,773)	(469,646)
Add: Investments by consolidated entities:										
Common shares	—	—	—	—	—	1	—	—	—	—
Bonds, debentures and mid-term deposits	—	—	—	—	—	—	—	—	238,017	—
Loans and advances	—	—	—	—	3,415	127	—	—	162,868	—
	33,027	162,280	—	10,675	32,440	129	(128,070)	558	270,112	(469,646)
Less: Net investment of commercial enterprises in debt of consolidated entities	—	—	—	—	128	3,415	—	—	—	39,807
Total - 1991	\$33,027	\$ 162,280	\$ —	\$10,675	\$32,312	\$ (3,286)	\$(128,070)	\$558	\$ 270,112	\$(509,453)
Total - 1990	\$31,229	\$ 160,879	\$ 22,595	\$11,189	\$21,483	\$ 9,350	\$(145,874)	\$529	\$1,936,011	\$(346,387)

(a) Includes net profit transfers of \$408,000,000 (1990 \$383,000,000) to the General Revenue Fund.

(b) Includes transfers from the General Revenue Fund totalling \$4,800,000 (1990 \$6,900,000).

(c) Includes transfers from the General Revenue Fund totalling \$42,243,000 (1990 \$43,922,000).

(d) Includes transfers from the General Revenue Fund totalling \$49,826,000 (1990 \$34,535,000).

(e) Includes interest payments of approximately \$75,011,000 (1990 \$149,936,000) to the Alberta Heritage Savings Trust Fund, and transfers of \$154,840,000 (1990 \$Nil) in retained earnings to the General Revenue Fund on reorganization.

(f) Includes transfers from the General Revenue Fund of \$3,231,000 (1990 \$13,799,000) to cover payment of legislative increase for pre-1974 pensions.

(g) At March 31, 1991 the Treasury Branches Deposits Fund had a potential liability under guarantees and letters of credit amounting to \$116,494,000 (1990 \$145,033,000).

PROVINCE OF ALBERTA

Schedule 1.4

Treasury Branches Deposits Fund	391760 Alberta Ltd.	413553 Alberta Ltd.	Total	
			1991	1990
\$ (140,219)	\$ 48,643	\$ 50	\$ (60,994)	\$ (40,403)
915,482	19,294	2	3,800,455	3,821,224
896,933	17,044	25	4,283,365	3,818,867
18,549	2,250	(23)	(482,910)	2,357
—	(15,000)	(27)	(34,796)	(22,948)
\$ (121,670)(g)	\$ 35,893	\$ —	\$ (578,700)	\$ (60,994)
\$ 539,942	\$ 18,624	\$ —	\$ 674,831	\$ 818,958
—	10	—	109,021	302,302
—	—	—	47,351	82,795
556,813	—	—	2,229,676	2,029,943
5,865,045	12,886	—	6,799,472	5,668,224
55,998	4,402	—	280,791	2,749,334
139,805	—	—	219,427	214,294
7,157,603	35,922	—	10,360,569	11,865,850
7,279,273	29	—	9,578,369	9,292,487
—	—	—	44,300	167,808
—	—	—	1,316,600	2,466,549
7,279,273	29	—	10,939,269	11,926,844
(121,670)	35,893	—	(578,700)	(60,994)
—	—	—	1	2
40,000	—	—	278,017	1,474,413
—	—	—	166,410	304,756
(81,670)	35,893	—	(134,272)	1,718,177
—	—	—	43,350	58,699
\$ (81,670)	\$ 35,893	\$ —	\$ (177,622)	
\$ (90,219)	\$ 48,643	\$ 50		\$ 1,659,478

LOANS AND ADVANCES

Schedule 1.5

	In thousands	
	1991	1990
Loans and advances made under the authority of:		
Alberta Municipal Financing Corporation Act	\$5,211,736	\$ 5,205,272
Farm Credit Stability Fund Act	2,009,231	1,829,983
Alberta Mortgage and Housing Corporation Act	988,284	1,805,485
Agricultural Development Act	951,971	933,849
Small Business Term Assistance Fund Act	215,588	285,444
Alberta Opportunity Fund Act	154,749	149,779
Financial Administration Act	68,301	131,778
Rural Electrification Revolving Fund Act and		
Rural Electrification Long Term Financing Act	38,469	67,228
Municipal Land Loans Act	7,553	8,836
Motion Picture Development Act	4,615	4,382
Cemeteries Act	85	85
Students Finance Act	32	35
Public Trustee Act	24	24
Miscellaneous	5	7
	<u>9,650,643</u>	<u>10,422,187</u>
Implemented guarantees and indemnities made under the authority of:		
Financial Administration Act	80,077	47,112
Students Finance Act	24,347	23,281
Agricultural Development Act	4,824	4,729
Department of Agriculture Act	3,599	2,233
Co-operative Marketing Associations and		
Rural Utilities Guarantee Act	1,424	1,430
Farm Credit Stability Fund Act	478	105
Small Business Term Assistance Fund Act	344	189
Farmer Associations Guarantee Act	239	239
Agricultural Societies Act	76	138
	<u>115,408</u>	<u>79,456</u>
Judgement debts	<u>680</u>	<u>573</u>
	<u>9,766,731</u>	<u>10,502,216</u>
Less: Allowance for doubtful loans, advances, implemented		
guarantees and indemnities, and judgement debts	465,925	565,989
	<u>\$9,300,806</u>	<u>\$ 9,936,227</u>

INVENTORIES HELD FOR RESALE

Schedule 1.6

	In thousands	
	1991	1990
Real estate held for rental and resale	\$344,413	\$246,156
Royalty oil	76,426	90,170
Other inventories for resale	16,095	—
	<u>\$436,934</u>	<u>\$336,326</u>

PROVINCE OF ALBERTA

Schedule 1.7

UNMATURED DEBT

	In thousands				Net Debt	
	Gross Debt	Less			1991	1990
	(a)	Sinking Funds Net (b)	Debt held by Consolidated Entities	Net Debt applied to reduce Equity in Commercial Enterprises		
Debt Issued by:						
General Revenue Fund	\$ 9,690,350	\$ 217,843	\$ 838,385	\$1,805	\$ 8,632,317	\$ 7,375,415
Alberta Municipal Financing Corporation	5,537,722	893,725	711,402	4,775	3,927,820	3,955,965
Farm Credit Stability Fund	2,037,663	—	522,247	—	1,415,416	1,165,948
Alberta Capital Fund	1,247,710	—	30,042	—	1,217,668	914,880
Small Business Term Assistance Fund	274,652	—	—	—	274,652	273,965
Alberta Provincial Corporation Loan Fund	181,794	—	1,588	—	180,206	270,253
Alberta Mortgage and Housing Corporation	2,265,698	—	2,158,118	—	107,580	108,211
Alberta Resources Railway Corporation	50,000	41,056	25,000	—	(16,056)	(37,508)
Alberta Agricultural Development Corporation	1,003,326	—	1,003,326	—	—	—
Alberta Opportunity Company	150,095	—	150,095	—	—	—
	<u>\$22,439,010</u>	<u>\$1,152,624</u>	<u>\$5,540,203</u>	<u>\$6,580</u>	<u>\$15,739,603</u>	<u>\$14,027,129</u>

(a) Includes provision for exchange on debt payable in foreign currency funds and deferred unamortized exchange gains and losses.

(b) Includes deferred unamortized realized gains \$1,255,000 (1990 \$1,582,000) and adjustments for inter fund holdings \$71,436,000 (1990 \$82,587,000).

Province of Alberta debt bears interest at rates from 5.75% to 15.75% per annum with maturity dates from April 2, 1991 to December 1, 2009.

Debt principal repayment requirements in each of the next five years are as follows:

1991-92	\$3,772,192,000	(includes U.S. \$1,103,945,000 fully hedged)
1992-93	873,920,000	
1993-94	905,360,000	(includes U.S. \$500,000,000 unhedged)
1994-95	1,440,213,000	(includes U.S. \$400,000,000 fully hedged)
1995-96	2,380,737,000	(includes U.S. \$600,000,000 unhedged)

Schedule 1.8

GUARANTEES AND INDEMNITIES

	In thousands	
	1991	1990
Guarantees:		
Debentures and loans:		
Principal and accrued interest (Schedule 1.13)	\$216,971	\$ 79,060
Future interest and carrying charges	53,266	21,133
	<u>270,237</u>	<u>100,193</u>
Less estimated recoveries	73,264	39,300
	<u>196,973</u>	<u>60,893</u>
Rocky Mountain Life Insurance Company (a)	18,500	22,340
	<u>215,473</u>	<u>83,233</u>
Indemnities:		
Credit union assistance (b)	425,130	482,872
Less estimated recoveries from S C Financial Ltd.	174,801	174,801
	<u>250,329</u>	<u>308,071</u>
354713 Alberta Ltd. (c)	33,000	42,900
	<u>283,329</u>	<u>350,971</u>
	<u>\$498,802</u>	<u>\$434,204</u>

(a) The Province has guaranteed that the contractual obligations of Rocky Mountain Life Insurance Company to the Company's policy holders will be met. The cost of this guarantee, estimated at \$56,870,000, has been attributed to the 1971-72 fiscal year, as a result of the change in accounting policy referred to in Note 2.

- (b) The Province has agreed to indemnify and fund interest to the extent necessary on \$335,000,000 of debentures issued by S C Financial Ltd. to credit unions in exchange for stabilization preferred shares of the credit unions. The amount of the indemnity is reduced by annual contributions made by the Credit Union Deposit Guarantee Corporation at the direction of the Province of 0.11% of credit union system deposits and borrowings.

The Province has agreed to indemnify S C Properties Ltd. against loss by reason of its obligation to pay interest on notes given in exchange for up to \$350,000,000 in properties purchased from credit unions. To the extent that the net cash proceeds from the sale of all properties do not result in repayment of the full principal amount of the notes, the Province will indemnify any deficiency.

The net cost of these indemnities, estimated at \$718,832,000, has been attributed to the 1985-86 fiscal year, as a result of the change in accounting policy referred to in Note 2. The balance on the guarantees and indemnities account has been reduced by \$145,903,000 in 1989-90 and increased by \$17,832,000 in 1990-91 to compensate for the effect of accounting for S C Properties Ltd. on the equity basis.

- (c) The Province has agreed to indemnify 354713 Alberta Ltd. from any expense, loss, liability or obligation of 354713 Alberta Ltd. including, without limitation, any of those assumed or created in connection with any transactions between it and North West Trust Company. The cost of this indemnity, estimated at \$42,900,000, has been attributed to the 1986-87 fiscal year, as a result of the change in accounting policy referred to in Note 2.

Schedule 1.9

RESTRICTED PROFITS AND EQUITY

	In thousands	
	1991	1990
Profits and equity restricted by:		
Pension Fund Act:		
Equity (a)	\$5,691,112	\$5,038,261
Alberta Municipal Financing Corporation Act:		
Profits (b)	803,190	728,194
Equity (c)	20	20
Financial Administration Act:		
Equity (d)	36,136	27,742
	<u>\$6,530,458</u>	<u>\$5,794,217</u>

- (a) Represents partial funding of obligations under the Local Authorities Pension Plan Act, Members of the Legislative Assembly Pension Plan Act, Public Service Management Pension Plan Act, Public Service Pension Plan Act, Special Forces Pension Plan Act and Universities Academic Pension Plan Act. Details of the most recent actuarial valuations of the total obligation of the Province under the six pension plans are provided in Note 3.
- (b) Refers to a portion of Alberta Municipal Financing Corporation's shareholders' equity which is excluded from net assets of the Province. Under the Alberta Municipal Financing Corporation Act, the Alberta Municipal Financing Corporation has "the power to pay from time to time, as a rebate of interest, any profits of the corporation to shareholders of the corporation that have borrowed moneys from the corporation or sold debentures of their own issue to the corporation, proportionately as such shareholders made use of the facilities of the corporation over the period in which any such profits were derived".
- (c) Represents the cost of common shares held by municipalities, counties, cities, towns, school districts and divisions and hospital boards.
- (d) Represents partial funding of obligations under the Provincial Judges and Masters in Chambers Pension Plan Regulation and the Long Term Disability Income Continuance Plan Regulation.

REVENUE

Schedule 1.10

	In thousands	
	1991	1990
Taxes:		
Personal income tax	\$ 2,796,209	\$ 2,535,664
Corporate income tax	803,472	648,389
Fuel tax	390,765	286,150
Tobacco tax	275,080	235,290
Other	211,068	213,985
	<u>4,476,594</u>	<u>3,919,478</u>
Non-Renewable Resource Revenue:		
Royalties, rentals and fees, bonuses and sales of Crown leases	2,973,485	2,595,382
Royalty tax credit	(285,569)	(355,414)
	<u>2,687,916</u>	<u>2,239,968</u>
Payments from Government of Canada:		
Canada assistance plan	544,359	513,790
Hospital insurance	449,310	445,876
Stabilization	344,167	—
Post-secondary education	252,855	251,922
Health care insurance	154,601	153,420
Utility companies income tax transfers	147,687	140,939
Extended health care	127,445	124,229
Crop insurance and reinsurance	44,468	114,319
Other	237,527	142,058
	<u>2,302,419</u>	<u>1,886,553</u>
Investment Income	2,124,787	1,890,674
Fees, Permits and Licences	789,174	719,769
Net Profits from Commercial Operations	91,967	391,194
Other		
Interprovincial Lottery Act transfers	108,491	313,111
Miscellaneous	798,239	758,000
	<u>906,730</u>	<u>1,071,111</u>
	<u>\$13,379,587</u>	<u>\$12,118,747</u>

EXPENDITURE BY OBJECT

Schedule 1.11

	In thousands	
	1991	1990
Grants to individuals, business and other levels of government	\$ 9,391,937	\$ 9,162,920
Interest	1,686,306	1,470,242
Salaries, wages, employment contracts and benefits	1,572,786	1,460,187
Services	1,544,876	1,412,456
Valuation adjustments and obligations under guarantees	379,563	49,426
Materials and supplies	267,647	279,281
Fixed assets	190,422	184,581
Travel and communication	144,965	150,109
Other expenses	33,062	65,630
	<u>\$15,211,564</u>	<u>\$14,234,832</u>

OPERATING AND CAPITAL EXPENDITURE BY MAJOR FUNCTION

	In thousands Expenditure		
	Operating	Capital	Total
Health:			
1991	\$ 3,691,471	\$ 169,740	\$ 3,861,211
1990	3,417,537	184,028	3,601,565
Education:			
1991	2,715,997	185,117	2,901,114
1990	2,615,166	206,188	2,821,354
Resource Conservation and Economic Development:			
1991	1,436,806	212,762	1,649,568
1990	1,486,396	203,099	1,689,495
Social Services:			
1991	1,562,149	5,344	1,567,493
1990	1,496,268	5,449	1,501,717
Transportation and Utilities:			
1991	353,076	630,568	983,644
1990	406,808	636,812	1,043,620
Regional Planning and Development:			
1991	835,302	39,551	874,853
1990	820,461	19,247	839,708
Protection of Persons and Property:			
1991	501,019	5,020	506,039
1990	558,533	4,431	562,964
Environment:			
1991	112,171	172,986	285,157
1990	94,153	171,975	266,128
Recreation and Culture:			
1991	236,141	44,189	280,330
1990	236,408	40,620	277,028
Housing:			
1991	198,357	39,454	237,811
1990	119,700	34,653	154,353
General Government:			
1991	1,541,908	142,873	1,684,781
1990	1,286,591	140,883	1,427,474
Valuation Adjustments and Obligations under Guarantees:			
1991	379,563	—	379,563
1990	49,426	—	49,426
Total Expenditure:			
1991	\$13,563,960	\$1,647,604	\$15,211,564
1990	\$12,587,447	\$1,647,385	\$14,234,832

PROVINCE OF ALBERTA

Schedule 1.13

DEBENTURE AND LOAN GUARANTEES

	In thousands	
	1991	1990
Debentures:		
AEC Power Limited	\$ 179,926	\$ 186,383
Vencap Equities Alberta Ltd.	36,681	40,000
Chembiomed Ltd.	12,500	12,500
	<u>229,107</u>	<u>238,883</u>
Treasury Branch loans	<u>897,218</u>	<u>609,408</u>
Loans by Other Financial Institutions:		
Farm Credit Stability Fund Act	862,963	744,958
Weldwood of Canada Limited	275,642	237,796
Alberta Newsprint Funding Corporation	180,167	125,190
Small Business Term Assistance Fund Act	148,117	196,668
Students Loan Guarantee Act	142,810	124,179
Magnesium Company of Canada Ltd.	102,750	96,400
Slave Lake Pulp Partnership	96,000	58,000
Gainers Properties Inc.	57,346	57,346
Agricultural Development Act	47,677	49,053
354713 Alberta Ltd.	30,000	30,000
Alberta family first home program	24,280	17,169
Export program	23,155	15,582
Fletcher's Fine Foods Ltd. and subsidiaries	18,904	12,872
Agricultural Societies Act	14,229	15,603
Northern Steel Inc.	13,914	14,527
397706 Alberta Ltd.	10,400	12,000
Gainers Inc.	10,000	7,122
Feeder associations	9,943	9,294
Special Waste Management Corporation Act	5,463	5,170
Alberta capital loan program	4,698	1,834
Sunpine Forest Products Ltd.	4,098	4,465
Centre for Frontier Engineering Research	3,800	2,893
Ski Kananaskis Inc.	2,939	2,567
Sprung Instant Structures Ltd.	2,251	3,000
Ribbon Creek Alpine Village	2,243	2,259
Pelorus Navigation Systems Inc.	1,500	—
Stampeder Football Club Ltd.	1,500	1,500
Rural utilities loans	1,487	1,480
Small grain dealers program	1,280	560
Alberta Opportunity Fund Act	1,120	1,163
Edmonton Space Sciences Foundation	1,076	1,103
Atlas Lumber (Alberta) Ltd.	873	954
Canadian Professional Munitions Ltd.	684	800
Department of Culture and Multiculturalism Act	560	517
Arthur Andersen Inc. (Receiver and Manager for Myrias Research Corporation)	500	—
Tycor International Inc.	300	300
Farm implement dealers program	198	469
Irrigation Act	166	84
Regional Planning Commissions	98	131
Centennial Food Corporation	—	15,000
Peace River Fertilizer Inc.	—	6,413
Alert Disaster Control Inc.	—	4,450
Alberta White Wood Industries Ltd.	—	2,295
Agra Industries Ltd.	—	2,000
Peat Marwick Thorne Inc. (Receiver and Manager for General Systems Research Inc.)	—	800
Pine Creek Marine Ltd.	—	30
	<u>2,105,131</u>	<u>1,885,996</u>

Schedule 1.13 (cont'd)

DEBENTURE AND LOAN GUARANTEES (cont'd)

	In thousands	
	1991	1990
Federal Loans:		
Agricultural Societies Act	\$ 14,652	\$ 15,203
Federal-provincial employment loans program	<u>1,069</u>	<u>1,505</u>
	<u>15,721</u>	<u>16,708</u>
Mortgage Loans:		
University of Alberta	2,485	2,539
University of Lethbridge	2,150	2,165
University of Calgary	1,688	1,721
Banff Centre for Continuing Education	<u>1,517</u>	<u>1,644</u>
	<u>7,840</u>	<u>8,069</u>
	3,255,017	2,759,064
Less: Estimated liability for principal and accrued interest (Schedule 1.8)	<u>216,971</u>	<u>79,060</u>
	<u>\$3,038,046</u>	<u>\$2,680,004</u>

SECTION 2

1990-91 PUBLIC ACCOUNTS

GENERAL REVENUE FUND - FINANCIAL STATEMENTS

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GENERAL REVENUE FUND - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1991

Introduction:

Section 19(1) of the Financial Administration Act provides that "There shall be one General Revenue Fund to be appropriated to the public service of Alberta into which all public money shall be paid except

- (a) money over which the Legislature has no power of appropriation, and
- (b) money that is otherwise specially disposed of by this or any other Act".

Public money over which the Legislature has no power of appropriation is money paid in trust to the Province to be used for the purposes prescribed by the payer or settlor. Money otherwise specially disposed of by legislation represents fees or other revenues directed by legislation to be paid into a regulated fund to be used for special purposes. All other public money is paid into the General Revenue Fund.

Expenditures are made from the General Revenue Fund on the authority of supply votes approved by the Legislature, including special warrants ordered by the Lieutenant Governor in Council which are deemed to be supply votes. These expenditures are reported in the General Revenue Fund financial statements as budgetary expenditure - voted appropriations.

Certain types of expenditure from the General Revenue Fund are made on the authority of legislation directing that the expenditures may be made without annual appropriation. These are disclosed in the General Revenue Fund financial statements as budgetary expenditure - statutory appropriations.

Expenditures may also be made from the General Revenue Fund on the authority of legislation directing the transfer of revenue to another fund. These are shown in the financial statements as a reduction of budgetary revenue.

The term "Budgetary" is used to describe revenue or expenditure that affects General Revenue Fund "Net Debt". Non-budgetary transactions affect financial claims or liabilities recorded in the General Revenue Fund Statement of Reported Assets, Liabilities and Net Debt but do not change the "Net Debt" or deficit position.

GENERAL REVENUE FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Statement of Reported Assets, Liabilities and Net Debt
Statement of Budgetary Revenue and Expenditure
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedules to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

The accompanying financial statements have been prepared to meet the requirements of the Financial Administration Act, and to present the Province's results in relation to its budget for the year ended March 31, 1991. The basis of accounting used in the preparation of these financial statements varies from generally accepted accounting principles. Significant financial activities of the government occur outside the General Revenue Fund. Most of these activities together with those of the General Revenue Fund are included in the consolidated financial statements of the Province. For this reason, the consolidated financial statements provide a more comprehensive accounting of the financial position and results of government operations.

I have audited the statement of reported assets, liabilities and net debt of the General Revenue Fund as at March 31, 1991 and the statements of budgetary revenue and expenditure and changes in financial position for the year then ended. These financial statements are the responsibility of Treasury Department management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
January 22, 1992

GENERAL REVENUE FUND
STATEMENT OF REPORTED ASSETS,
LIABILITIES AND NET DEBT
MARCH 31, 1991

Schedule No.		In thousands	
		1991	1990
	ASSETS		
2.1	Cash and marketable securities	\$ 79,372	\$ 4,520
2.2	Accounts receivable	915,706	563,800
2.3	Long-term investments	87,673	120,950
2.4	Loans and advances to government entities	310,251	401,457
2.5	Other loans and advances	50,129	96,620
		<u>\$ 1,443,131</u>	<u>\$1,187,347</u>
	LIABILITIES AND NET DEBT		
	Liabilities:		
2.6	Accounts and loans payable	\$ 792,241	\$ 894,893
2.7	Unearned revenue and suspense	34,557	27,521
2.8	Unmatured debt	9,470,635	7,937,663
2.10	Guarantees and indemnities	624,900	577,456
		<u>10,922,333</u>	<u>9,437,533</u>
	Net Debt:		
	Net debt at beginning of year:		
	As previously reported	7,672,730	5,349,108
	Adjustments due to change in accounting policy	577,456	654,866
	As restated	<u>8,250,186</u>	<u>6,003,974</u>
	Budgetary deficit - Statement No. 2.2	<u>1,229,016</u>	<u>2,246,212</u>
	Net debt at end of year	<u>9,479,202</u>	<u>8,250,186</u>
		<u>\$ 1,443,131</u>	<u>\$1,187,347</u>

The accompanying notes are part
of these financial statements.

GENERAL REVENUE FUND

Statement No. 2.2

GENERAL REVENUE FUND
STATEMENT OF BUDGETARY REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

	In thousands		1990
	1991		
	Budget	Actual	Actual
Budgetary revenue:			
General revenue:			
Taxes	\$ 4,514,000	\$ 4,477,369	\$ 3,867,348
Non-renewable resource revenue	2,954,000	2,686,045	2,239,027
Payments from Government of Canada	1,736,000	1,952,536	1,475,095
Transfers from government enterprises	413,000	412,716	397,488
Fees, permits and licences	317,000	311,057	278,502
Other revenue	216,000	589,791	218,142
	<u>10,150,000</u>	<u>10,429,514</u>	<u>8,475,602</u>
Heritage Fund investment income	1,270,000	1,336,857	1,244,438
	<u>11,420,000</u>	<u>11,766,371</u>	<u>9,720,040</u>
Budgetary expenditure:			
Health	3,181,911	3,262,312	3,025,234
Education	2,645,068	2,637,929	2,551,136
Social services	1,505,663	1,567,493	1,501,264
Resource conservation and economic development	1,005,839	1,171,969	1,093,146
Transportation and utilities	824,479	825,958	832,838
Protection of persons and property	465,606	495,674	554,321
Regional planning and development	299,972	318,979	264,930
Housing	273,766	329,448	232,992
Recreation and culture	147,473	146,134	150,424
Environment	141,266	140,820	128,855
General government	621,115	621,337	604,738
Debt servicing costs	965,000	1,131,716	880,713
	<u>12,077,158</u>	<u>12,649,769</u>	<u>11,820,591</u>
Valuation adjustments and obligations under guarantees	42,300	345,618	145,661
	<u>12,119,458</u>	<u>12,995,387</u>	<u>11,966,252</u>
Budgetary deficit	<u>\$ 699,458</u>	<u>\$ 1,229,016</u>	<u>\$ 2,246,212</u>

GENERAL REVENUE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	In thousands	
	1991	1990
Operating transactions:		
Budgetary deficit	\$ (1,229,016)	\$ (2,246,212)
Add (deduct) non-cash items:		
Amortization of discount on investments and debt, net	344,979	254,722
Amortization of deferred realized gains and losses on sinking fund investments	60	29
Net gains on investments valued at equity	(3,587)	(8,786)
Amortization of deferred unrealized exchange gains and losses on debt payable in United States dollars	(23,554)	16,038
Provision for doubtful accounts and loans	63,758	73,972
Write-down of long-term investments	141,605	34,475
Obligations under guarantees	165,000	20,562
Decrease (increase) in receivables	(375,942)	53,680
Increase (decrease) in payables	(104,619)	66,966
Increase (decrease) in unearned revenue and suspense	7,036	(820)
Cash applied to operating transactions	<u>(1,014,280)</u>	<u>(1,735,374)</u>
Investing transactions:		
Purchase of long-term investments	(141,399)	(16,802)
Loans and advances:		
Government entities	(280,733)	(382,998)
Other	(68,850)	(116,684)
Disposals, repayments and redemptions of long-term investments	36,658	24,068
Repayments of loans and advances:		
Government entities	328,130	332,008
Other	1,872	11,215
Cash applied to investing transactions	<u>(124,322)</u>	<u>(149,193)</u>
Financing transactions:		
Issue of:		
Debentures	744,938	296,400
Alberta Capital Bonds	—	243,523
Treasury bills	2,400,777	2,522,324
Promissory notes	20,681,743	18,897,497
Notes payable in United States dollars	3,773,020	3,811,490
Debt retirement:		
Redemption of:		
Debentures	(38,000)	—
Alberta Capital Bonds	(102,724)	(173,477)
Treasury bills	(2,600,000)	(2,600,000)
Promissory notes	(20,698,675)	(18,298,991)
Notes payable in United States dollars	(2,968,387)	(2,845,343)
Sinking fund	20,762	(18,457)
Deferred realized gains/losses on sinking fund investments	—	57
Advances from the Alberta Capital Fund	—	342,529
Repayment of advances from the Alberta Capital Fund	—	(342,529)
Cash provided by financing transactions	<u>1,213,454</u>	<u>1,835,023</u>
Increase (decrease) in cash and marketable securities	74,852	(49,544)
Cash and marketable securities at beginning of year	4,520	54,064
Cash and marketable securities at end of year	<u>\$ 79,372</u>	<u>\$ 4,520</u>

GENERAL REVENUE FUND

GENERAL REVENUE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1991

Note 1 Authority

The General Revenue Fund operates under the authority of section 19 of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

These financial statements are prepared in accordance with the following accounting policies:

(a) Reporting entity

The reporting entity is the General Revenue Fund. Activities of Provincial corporations and regulated funds are reported only to the extent of advances made from or repaid to the General Revenue Fund, contributions from the General Revenue Fund to cover expenses or operating deficits and repayments of contributions in excess of current requirements. Financial assets and liabilities of revolving funds are included in the General Revenue Fund statements and the net funds required to finance revolving fund operations have been charged to budgetary expenditure.

(b) Basis of financial reporting

Revenues

Net personal income taxes are reported on the basis of the cash received prior to the year end from the Government of Canada based on its estimate of the amount due to the Province under the terms of a tax collection agreement. Net corporate income taxes and financial institutions capital tax are collected by the Province and reported on a cash basis. Freehold mineral rights tax and non-renewable resource revenue from royalty consist of cash received in the year on account of the current and previous fiscal years and cash received in the three months following the year end relating to previous fiscal years. Other revenues are reported on an accrual basis.

Expenditures

Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs, including capital acquisitions, expenditures on capital programs and grants for capital purposes.

Obligations under guarantees and indemnities are charged to budgetary expenditure when management determines that the Province will likely be called upon to make payment. The charge represents management's estimate of future payments less recoveries.

No provision is made in the financial statements for commitments and legal actions, details of which are disclosed in Notes 5 and 6 respectively.

Pension costs in respect of defined benefit pension plans for provincial employees and Members of the Legislative Assembly comprise only the Province's contributions for services rendered during the fiscal year. No provision is made for additional expenditure to reflect the present value of accrued pension benefits determined by actuarial valuation.

No provision is made for employee vacation entitlements, sick leave and long term disability benefits.

Reported assets and liabilities

Reported assets are limited to financial claims due to the General Revenue Fund and revolving funds as a result of events and transactions prior to March 31, 1991 except that financial institutions capital tax and net personal and corporate income taxes receivable are not reported.

Liabilities include all financial claims payable by the General Revenue Fund and revolving funds at March 31, 1991. Also included are guarantees and indemnities which are reported as liabilities when management determines that the Province will likely be called upon to make payment. The amount reported for guarantees and indemnities represents management's estimate of future payments less recoveries.

No liability is reported for commitments and legal actions, details of which are disclosed in Notes 5 and 6 respectively. No accrual is made for employee vacation entitlements, sick leave and long term disability benefits, amounts payable under the Alberta Income Tax Act or the Alberta Corporate Tax Act.

Marketable securities are valued at cost or market value, whichever is lower, on an aggregate basis.

Long-term investments are recorded at cost, except for investments in wholly-owned Provincial corporations operated as commercial enterprises which are valued on an equity basis. Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Sinking fund investments are carried at adjusted cost which includes deferred unamortized realized

gains and losses. Realized gains and losses on disposals of sinking fund investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

Debentures included in unmatured debt are recorded at the face amount of the issue less unamortized discount, which includes issue expenses and hedging costs, and sinking fund assets where applicable. Promissory notes and Treasury bills are reported at issue principal less unamortized discount, where applicable. Debt denominated in United States dollars is translated at the exchange rate in effect at the reporting date. Exchange differences are deferred and amortized over the remaining term of the debt. Amounts deferred are included in unmatured debt.

Any exchange gain or loss relating to unmatured debt and accrued interest payable denominated in foreign currency that are fully hedged by forward exchange contracts is offset against the corresponding exchange loss or gain on the hedge.

As required by the Pension Fund Act, during the fiscal year contribution receipts and pension benefits and withdrawal payments are recorded initially in the General Revenue Fund and the excess of receipts is transferred subsequently to the Pension Fund. At the fiscal year end, an accrual is made for the amount due by or to the General Revenue Fund to or from the Pension Fund. Details of the net transfer to the Pension Fund for the year ended March 31, 1991 are shown in Schedule 2.17.

Consistent with the reporting of capital acquisitions as expenditure, fixed assets are not reported.

Note 3 Change in Accounting Policy

In prior years obligations under guarantees and indemnities were charged to budgetary expenditure when the Province was called upon to make payment. Effective April 1, 1990, obligations under guarantees and indemnities are charged to budgetary expenditure when management determines that the Province will likely be called upon to make payment. The charge represents management's estimate of future payments less recoveries.

This change in accounting policy has been applied retroactively and the 1990 figures have been restated to reflect the change. If the change had not been made, the budgetary deficit for 1989-90 and 1990-91, and net debt at March 31, 1991, would have been \$2,323,622,000, \$1,181,572,000 and \$8,854,302,000, respectively. The overall effect of the change is to increase budgetary expenditure of the current and previous years and reduce budgetary expenditure of future years, approximately as follows:

	Increase (Reduction) in Budgetary Expenditure		Increase (Reduction) in Budgetary Expenditure
Before 1985-86	\$ 56,869,000	1988-89	\$ (8,850,000)
1985-86	695,725,000	1989-90	(77,410,000)
1986-87	(39,176,000)	1990-91	47,444,000
1987-88	(49,702,000)	After 1990-91	(624,900,000)

Note 4 Pension Obligations

Actuarial valuations of the following Pension Plan Acts were carried out at March 31, 1990 (the valuation date). One of the purposes of the actuarial valuations was to develop the actuarial liability of each of the pension plans at the valuation date. The actuarial liabilities were developed as the actuarial present value of benefits expected to be paid in the future attributed to service performed prior to the valuation date. The actuarial valuations reflected the provisions of the pension plans that were in effect at the valuation date. The actuarial liabilities of the pension plans on the valuation date were:

Local Authorities Pension Plan Act	\$3,811,000,000
Public Service Pension Plan Act	2,161,000,000
Public Service Management Pension Plan Act	1,249,000,000
Universities Academic Pension Plan Act	1,012,000,000
Special Forces Pension Plan Act	498,000,000
Members of the Legislative Assembly Pension Plan Act	47,000,000
Total obligation	<u>\$8,778,000,000</u>

The reports of the consulting actuary for the five largest pension plans and for the Members of the Legislative Assembly pension plan were dated November 15, 1991 and November 25, 1991 respectively.

The consulting actuary reported that, in his opinion, the actuarial valuations of the pension plans performed for the purpose of determining the actuarial liabilities of the pension plans at the valuation date were based on financial and demographic data of members of the pension plans which were sufficient and reliable, based on demographic and economic assumptions which were, subject to the qualifications noted below, adequate and appropriate, and developed using actuarial valuation methods and calculation techniques which were consistent with sound actuarial principles.

The consulting actuary reported that, notwithstanding the foregoing, his opinion is dependent on the implementation and consistent application of an investment policy designed to produce, in the long term, rates of return on pension fund assets of at least 3.5% per annum over the level of price inflation in

Alberta. He further reported that the actuarial liabilities include provision for future cost-of-living benefits equal to 60% of the annual increase in the Consumer Price Index and the actuarial liabilities are understated if future cost-of-living benefits are granted by the Legislature in amounts which are in excess of this assumption.

Net assets of the Pension Fund available to meet the above obligations amounted to \$5,038,000,000 at March 31, 1990 (market value \$5,242,000,000).

On September 1, 1988 the Government established a pension plan for provincial judges and masters in chambers. Based on an actuarial valuation, the Government's unfunded liability under the plan in respect of accrued pension benefits attributed to services rendered to that date was estimated at \$22,701,000.

Under provisions of the Teachers' Retirement Fund Act, payment of all benefits is guaranteed by the Province of Alberta. An actuarial valuation at August 31, 1989 indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately \$2,393,600,000 to meet the liabilities of the fund. The actuarial valuation was based on similar actuarial assumptions to those used for the Pension Plan Acts referred to above.

Prior to July 5, 1990, the Province of Alberta had an obligation to pay from the General Revenue Fund to the Workers' Compensation Board the costs of additional amounts of compensation for permanent total disability or permanent partial disability in respect of accidents which occurred prior to January 1, 1974. On July 5, 1990 the Workers' Compensation Amendment Act, 1990 received Royal Assent. The Act repealed the provisions relating to the Province's continuing obligation, fixing the outstanding liability at \$41,150,000. Of this amount, \$13,800,000 was paid from the General Revenue Fund in 1990-91. Remaining payments are to be made from the General Revenue Fund as follows:

1991-92	\$10,900,000
1992-93	8,200,000
1993-94	5,500,000
1994-95	2,750,000

Prior to April 1, 1986, all costs incurred by the Workers' Compensation Board in respect of work-related accident injuries to provincial employees were reimbursed by the Province of Alberta. From that date the Province has been assessed premiums based on its salaries, job classifications and experience. The Board determined that the actuarial liability arising from those accidents which occurred prior to April 1, 1986 amounted to approximately \$30,400,000 at March 31, 1991 (1990 \$29,300,000).

Note 5 Commitments

Set out below are details of commitments to organizations outside the General Revenue Fund.

(a) Provincial Corporation Deficits

Several Provincial corporations are subsidized in some manner by the General Revenue Fund because they are not otherwise self-sustaining and they are considered to complement a government program. Because they were established by Alberta statute, the Province is committed to maintain the financial viability of its Provincial corporations by ensuring they have sufficient operating cash flow. Over the long term this commitment translates into the funding of Provincial corporation deficits by grant from the General Revenue Fund.

Accumulated deficits of Provincial corporations at March 31, 1991 are set out in the table below.

	1991	1990
Alberta Mortgage and Housing Corporation	\$461,042,000	\$580,762,000
Alberta Agricultural Development Corporation	59,792,000	74,453,000
Alberta Opportunity Company	36,246,000	42,031,000
	<u>\$557,080,000</u>	<u>\$697,246,000</u>

To the extent that commitments to fund Provincial corporation deficits are met from payments under authority of a supply vote, the guarantee of Alberta Mortgage and Housing Corporation borrowings referred to in Schedule 2.18 and the indemnity in respect of Alberta Agricultural Development Corporation guarantees referred to in Note 6(b) will not need to be implemented.

(b) Alberta Capital Fund

The Alberta Capital Fund was established in 1986 to fund the building of hospitals, universities, colleges and other capital projects previously funded from the General Revenue Fund. The Alberta Capital Fund's requirements for debt retirement are funded by contributions from the General Revenue Fund over a period of years based on amortization of the capital cost of construction projects financed by expenditures made from the Alberta Capital Fund. At March 31, 1991 the net debt of the Alberta Capital Fund was \$1,238,121,000 (1990 \$981,208,000).

(c) Treasury Branches

The Treasury Branches Act provides that obligations or expenditures incurred in the operation of the Treasury Branches shall be paid from the Treasury Branches Deposits Fund except those that are specified by the Provincial Treasurer as not being chargeable to the Fund. The Act provides further that expenditures in connection with the operation of the Treasury Branches that are not to be paid out of the Fund shall be paid out of money voted by the Legislature. At March 31, 1991 the

Treasury Branches Deposits Fund had an accumulated deficit of \$121,670,000 (1990 \$140,219,000).

To the extent that the deficit of the Treasury Branches were met by payments under authority of a supply vote, the guarantee of deposits referred to in Note 6(a) and Schedule 2.18 would not need to be implemented.

(d) Credit Unions

The Credit Union Act provides that the Credit Union Deposit Guarantee Corporation guarantees the repayment of all deposits made with credit unions. The Act also provides that the Government shall ensure that the obligations of the Corporation under its guarantee are carried out. At December 31, 1990 the Corporation's Deposit Insurance Fund had equity of \$27,398,000 (1989 \$23,404,000).

(e) Alberta-Metis Settlements Accord

The Metis Settlements Accord Implementation Act was proclaimed on November 1, 1990. This Act implements the Alberta-Metis Settlements Accord signed on July 1, 1989 which provides that \$310,000,000 is to be paid from the General Revenue Fund at \$30,000,000 a year for seven years beginning April 1, 1990, followed by ten annual payments of \$10,000,000 beginning April 1, 1997. Payments of \$280,000,000 remain to be made from the General Revenue Fund at March 31, 1991. Certain matching payments will also be required to be made to settlement councils under the Act between 1997 and 2007.

(f) Other Commitments

Commitments to outside organizations in respect of contracts entered into before March 31, 1991 amounted to \$891,426,000 (1990 \$874,354,000). These commitments will become expenditures of the General Revenue Fund when terms of the contracts are met. In addition, the Government also had commitments amounting to \$1,122,000 at March 31, 1991 (1990 \$1,600,000) under agreements to purchase shares and make loans. Payments in respect of these contracts and agreements are subject to the voting of supply by the Legislature.

Note 6 Contingent Liabilities

Set out below are details of contingent liabilities resulting from guarantees, indemnities and litigation, other than those reported as liabilities and shown in Schedule 2.10.

(a) Debenture, Deposit and Loan Guarantees

Guaranteed liabilities at March 31, 1991 of government entities amounting to \$16,790,318,000 (1990 \$18,429,994,000), and other debenture and loan guarantees amounting to \$2,985,759,000 (1990 \$2,627,269,000) are analyzed in Schedules 2.18 and 2.19 respectively. These schedules are included with the financial statements because payments under debenture and loan guarantees are a statutory charge on the General Revenue Fund. Payments under the guarantee of Treasury Branch deposits would also be made from the General Revenue Fund, under authority of a supply vote.

(b) Indemnities

The Province has agreed with the Canada Deposit Insurance Corporation to indemnify the Corporation for loss occurring by reason of its obligation to make payment in respect of any deposit insured by a policy of deposit insurance issued to North West Trust Company, in consideration of which the Corporation paid an amount of \$277,801,000 to North West Trust Company, evidenced by a non-interest bearing promissory note endorsed to Treasury Branches without recourse to the Corporation.

The Province has agreed to indemnify North West Trust Company from any loss in the event any of the payment or performance obligations of 354713 Alberta Ltd., a company jointly owned by the Province and Treasury Branches, are not paid or performed. The company was established to finance the purchase of mortgages and real estate from North West Trust Company and Heritage Savings and Trust Company, the operations of which were acquired by North West Trust Company. The main obligations of the company that are covered by the indemnity consist of notes payable to North West Trust Company in the amount of \$60,000,000 at March 31, 1991 (1990 \$78,087,000), and a commitment to purchase up to an additional \$24,166,000 (1990 \$30,855,000) of certain assets of North West Trust Company, subject to the consent of the Province.

Section 16(2) of the Agricultural Development Act provides that the Province indemnifies the Alberta Agricultural Development Corporation for any losses which might be incurred on loan guarantees. At March 31, 1991 outstanding guarantees given by the Corporation amounted to \$47,677,000 (1990 \$49,053,000).

(c) Native Land and Mineral Rights Claims

The Province has a contingent liability in respect of a statement of claim filed on February 19, 1982 in the Alberta Court of Queen's Bench. The plaintiffs are the members of the Lubicon Lake Band and the Cree Community of Little Buffalo Lake. The defendants are the Province of Alberta and a number of oil companies. The plaintiffs claim entitlement to at least 92 square miles of land in Northwestern Alberta as a reserve. They are also claiming \$700,000,000 in lieu of royalties and revenues, \$100,000,000 for waste and destruction, \$50,000,000 for discrimination and denial of fundamental rights, or alternatively a reserve of 92 square miles including mines and minerals

together with \$200,000,000 damages, and interest on all amounts.

The Province also has a contingent liability in respect of four other native land or mineral rights claims in which the amounts claimed are unspecified.

The resulting loss, if any, from these claims cannot be determined.

(d) Other Claims

At March 31, 1991 the Province was named as defendant in various legal actions in addition to those noted above. The total claimed in specific legal actions amounts to approximately \$399,648,000 (1990 \$314,086,000).

The resulting loss, if any, from these claims cannot be determined.

(e) Other Contingencies

The Province has a contingent liability to return to Indian Bands its share of oil export tax relating to the period October 1, 1973 to March 31, 1974 in respect of oil production from Indian lands. The Province is committed to return its share of oil export tax, which amounts to approximately \$4,650,000, if the federal government makes a similar decision in respect of its share.

Note 7 Fiscal Stabilization

During 1987-88, the Province applied to the federal government for a fiscal stabilization payment of \$539,289,000 under provisions of the Federal-Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act. The application was based on the amount by which 1985-86 revenue subject to stabilization exceeded 1986-87 revenue subject to stabilization, after adjusting for changes in rates or structures of taxes or other revenues. The federal legislation provides for the determination by the Minister of Finance of Canada of the amount that will be paid to the Province. No accrual for fiscal stabilization was made in the 1987-88 or prior fiscal years. An interim payment of \$75,000,000 was accrued at March 31, 1989. No amount was accrued in 1989-90. On December 21, 1990, the federal government made a second payment of \$148,545,000. On July 22, 1991, following an arbitration settlement, the federal government made a final payment of \$195,622,000 which was accrued at March 31, 1991.

Note 8 Subsequent Events

(a) Debt Issues

Subsequent to the year end, \$650,000,000 of a \$1,000,000,000 United States dollar seven year note issue, \$500,000,000 of ten year bonds, \$400,000,000 of a \$500,000,000 seven year bond issue, \$482,705,000 of Alberta Capital Bonds (1991) and \$200,000,000 of United States dollar eight year notes were deposited in the General Revenue Fund to be used for general purposes, and to refinance existing debt.

(b) Heritage Fund Investment Income

In December 1991, the Province filed a short form prospectus with the securities commissions in Canada offering to sell substantially all of the Alberta Heritage Savings Trust Fund's remaining holdings of TELUS common shares to the public. The gain on sale of approximately \$185 million will be included in Heritage Fund investment income for 1991-92.

Note 9 Comparative Figures

The 1990 figures and the 1991 budget figures have been restated where necessary to conform to the 1991 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by the Deputy Provincial Treasurer - Management and Control and the Controller.

GENERAL REVENUE FUND
SCHEDULES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1991

Schedule 2.1

CASH AND MARKETABLE SECURITIES

	1991		1990	
	Cost	Market Value	Cost	Market Value
Bonds:				
Board of Governors of the University of Alberta	\$ 4,665	\$ 4,610	\$ 4,762	\$ 4,511
Municipal	1,663	1,404	1,873	1,581
Corporate	525	438	573	502
	<u>6,853</u>	<u>6,452</u>	<u>7,208</u>	<u>6,594</u>
Long-term promissory notes	1,278	1,278	1,617	1,617
Shares	9,904	9,904	10,430	9,452
	<u>18,035</u>	<u>17,634</u>	<u>19,255</u>	<u>17,663</u>
Cash:				
Cash in bank and in transit (a)	(8,908)	(8,908)	(93,782)	(93,782)
Deposits in Consolidated Cash Investment Trust Fund	70,646	70,646	80,639	80,639
	<u>61,738</u>	<u>61,738</u>	<u>(13,143)</u>	<u>(13,143)</u>
	<u>\$79,773</u>	<u>\$79,372</u>	<u>\$ 6,112</u>	<u>\$ 4,520</u>

(a) Not adjusted for cheques issued from imprest accounts at the end of March in respect of April social allowance entitlements amounting to \$56,390,000 (1990 \$50,015,000).

ACCOUNTS RECEIVABLE

Schedule 2.2

	In thousands	
	1991	1990
Government of Canada	\$ 241,303	\$ 62,097
Miscellaneous departmental accounts	682,012	521,738
Revolving fund accounts	39,690	36,638
Less: Intragovernmental accounts	(25,372)	(23,117)
Health Care Insurance Fund	20,004	—
Alberta Mortgage and Housing Corporation	19,875	29,196
Alberta Heritage Savings Trust Fund	7,310	—
Accrued interest receivable	20,884	16,748
	<u>1,005,706</u>	<u>643,300</u>
Less: Allowance for doubtful accounts	90,000	79,500
	<u>\$ 915,706</u>	<u>\$563,800</u>

GENERAL REVENUE FUND

Schedule 2.3

LONG-TERM INVESTMENTS

	In thousands	
	1991	1990
391760 Alberta Ltd. Class A shares	\$31,000	\$ 46,000
EDO (Canada) Limited		
common shares	2,300	2,300
preferred shares	4,400	2,724
Smoky River Coal Ltd. preferred shares	4,300	4,300
Native Venture Capital Co. Ltd.		
Class A common shares	10	10
Class B common shares	30	30
Class A preferred shares	3,960	3,960
Alberta Genetics Inc. Class X preferred shares	3,500	3,500
New Noble Services Ltd. Class A preferred shares	208	208
Alberta Municipal Financing Corporation Class A shares	45	45
Global Thermoelectric Power Systems Ltd. common shares	—	918
Pyramet Industries Ltd. Class X preferred shares	—	500
D & S Knowledge Systems Inc. Class G preferred shares	—	234
Central Consolidated Holdings Ltd. Class X preferred shares	—	150
Peigancraft Ltd. Class C preferred shares	—	75
Total at cost	49,753	64,954
Alberta Intermodal Services Ltd. common shares (a)	33,027	31,229
391760 Alberta Ltd. Class B shares (b)	4,893	2,643
Alberta Terminals Ltd. common shares	—	22,074
413553 Alberta Ltd. common shares	—	50
Total at equity	37,920	55,996
	\$87,673	\$120,950

(a) The investment in Alberta Intermodal Services Ltd., representing 100% of the outstanding voting shares, is valued at equity, being cost adjusted for post acquisition operating results. Equity at March 31, 1991 represents cost \$32,267,000 plus retained earnings at December 31, 1990 of \$760,000 (1990 cost \$32,267,000 less accumulated deficit of \$1,038,000).

(b) The investment in 391760 Alberta Ltd., representing 100% of the outstanding voting shares, is valued at equity, being cost adjusted for post acquisition operating results. Equity at March 31, 1991 represents cost \$1,000 plus retained earnings at March 31, 1991 of \$4,892,000 (1990 cost \$1,000 plus retained earnings of \$2,642,000).

Schedule 2.4

LOANS AND ADVANCES TO GOVERNMENT ENTITIES

	In thousands	
	1991	1990
Credit Union Deposit Guarantee Corporation	\$340,432	\$270,858
Alberta Mortgage and Housing Corporation	188,510	253,510
Alberta Hail and Crop Insurance Corporation	64,055	114,970
Rural Electrification Revolving Fund	39,305	67,912
Alberta Opportunity Company	25,718	20,731
Motion Picture Development Fund	8,200	6,300
Public Trustee	24	24
Students Loan Fund	7	12
Alberta Resources Railway Corporation	—	8,440
	666,251	742,757
Less: Allowance for doubtful loans and advances	356,000	341,300
	\$310,251	\$401,457

OTHER LOANS AND ADVANCES

	In thousands	
	1991	1990
Implemented guarantees and indemnities:		
Rocky Mountain Life Insurance Company	\$ 38,370	\$ 34,530
354713 Alberta Ltd.	9,900	—
Gainers Properties Inc.	8,661	2,902
Peace River Fertilizer Inc.	7,469	—
Alert Disaster Control Inc.	4,805	—
General Composites Canada Ltd.	3,503	—
Ski-Free Marine Inc.	2,801	—
Export program	2,736	1,140
Alberta White Wood Industries Ltd.	1,984	—
Peat Marwick Thorne Inc. (Receiver and Manager for General Systems Research Inc.)	1,921	—
Co-operative marketing associations	1,424	1,430
Rural gas co-operatives	848	1,072
Alberta family first home program	524	28
Farm credit stability loans	478	105
Small business term assistance loans	344	189
Feeder associations	239	239
Alberta capital loan program	139	—
Agricultural Societies Act	76	138
Alberta livestock loans	12	13
Cow-calf producers' advances	3	8
Tomotechnology Inc.	—	257
General Systems Research Inc.	—	9,395
	<u>86,337</u>	<u>51,446</u>
Accountable advances	15,451	14,275
Centennial Food Corporation	15,000	—
Advances under the Municipal Land Loans Act - cities	7,553	8,836
Myrias Research Corporation	7,500	7,500
Gainers Properties Inc.	6,000	6,000
Procter and Gamble - Aspen Pulping	4,000	4,000
Engineered Profiles (1989) Ltd.	4,000	4,000
Alberta-Pacific Terminals Ltd.	3,000	—
General Systems Research Inc.	2,550	2,550
University of Alberta Students' Union	1,712	1,856
Northern Steel Inc.	1,000	1,000
Tycor International Inc.	1,000	1,000
University of Calgary Students' Union	985	1,058
Canadian Co-operative Implements Limited	788	788
Judgement debts	680	573
Alberta Stock Exchange	500	600
Dial-Guard Ltd.	399	399
Downhole Tools Inc.	300	300
FRE Pultrusions Inc.	286	—
Optima Engineers and Constructors Inc.	98	—
Advances under the Cemeteries Act	85	85
Syncrude Canada Limited	—	80,942
Chembiomed Ltd.	—	3,705
Miscellaneous	<u>5</u>	<u>7</u>
	159,129	190,920
Less: Allowance for doubtful loans and advances	<u>109,000</u>	<u>94,300</u>
	<u>\$ 50,129</u>	<u>\$ 96,620</u>

GENERAL REVENUE FUND

Schedule 2.6

ACCOUNTS AND LOANS PAYABLE

	In thousands	
	1991	1990
Departmental accounts payable general	\$433,229(a)	\$489,882
Less: Intragovernmental accounts	(25,372)	(23,117)
Revolving fund accounts payable	22,238	25,735
Government of Canada:		
Payroll deductions	29,762	29,769
Lesser Slave Lake project loans	2,132	2,390
Excess hospital insurance payments	—	27,647
Excess post-secondary education advances	—	11,045
Other	—	778
Alberta Capital Fund	34,936	29,440
Farm Credit Stability Fund	18,793	18,607
Pension Fund	10,265	10,841
Alberta Mortgage and Housing Corporation	4,015	4,176
Small Business Term Assistance Fund	638	1,823
Alberta Heritage Savings Trust Fund	—	39,029
Health Care Insurance Fund	—	13,123
Utility Companies Income Tax Rebates Fund	—	12
Accrued interest on unmatured debt	261,343	213,442
Unclaimed dividends	189	189
Other loans	73	82
	<u>\$792,241</u>	<u>\$894,893</u>

(a) Includes liabilities reported below by department and program for which authority was insufficient and which will be paid and charged against a supply vote for the 1991-92 year:

Department	Vote No.	Program	In thousands	
			Vote	Department
Energy	5	Oil Sands Research Assistance	\$62	\$ 62
Executive Council	1	Executive Council Administration	1	
	8	Development of Policy and Legislation for Professions and Occupations	2	
	12	Occupational Health and Safety Services	43	46
				<u>\$108</u>

UNEARNED REVENUE AND SUSPENSE

Schedule 2.7

	In thousands	
	1991	1990
Unearned Revenue:		
Cash on hand or in transit in respect of revenue of the next fiscal year	\$28,057	\$26,636
Suspense:		
Cash on hand or in transit which will be disbursed to other funds, refunded or credited to revenue of the next fiscal year	6,500	885
	<u>\$34,557</u>	<u>\$27,521</u>

Schedule 2.8

UNMATURED DEBT

					In thousands		
Date of Issue	Date of Maturity	Interest Rate	Currency	Principal Outstanding	Deduct	Net Unmatured Debt	
					Sinking Fund Assets (Schedule 2.9)	1991	1990
Debtentures (a):							
Canada Pension Plan Investment Fund (b)							
Jul. 4, 1972	Jul. 4, 1992	7.45%	C.	\$ 9,107	\$ 10,546	\$ (1,439)	\$ 33
Aug. 1, 1972	Aug. 1, 1992	7.49	C.	7,520	8,569	(1,049)	48
Sep. 1, 1972	Sep. 1, 1992	7.50	C.	8,402	9,668	(1,266)	94
Oct. 2, 1972	Oct. 2, 1992	7.49	C.	5,724	6,592	(868)	85
Nov. 1, 1972	Nov. 1, 1992	7.51	C.	5,947	6,811	(864)	122
Dec. 1, 1972	Dec. 1, 1992	7.38	C.	5,484	6,152	(668)	147
Other							
Apr. 15, 1970	Apr. 15, 1990	8 $\frac{7}{8}$	C.	—	—	—	(365)
Nov. 16, 1970	Nov. 16, 1990	8 $\frac{3}{4}$	C.	—	—	—	(3,105)
Jun. 15, 1971	Jun. 15, 1991	8 $\frac{1}{8}$	C.	25,000	30,540	(5,540)	(1,386)
Jun. 18, 1986	Jun. 18, 1991	9.0	C.	700,000	—	700,000	700,000
Oct. 15, 1971	Oct. 15, 1991	7 $\frac{7}{8}$	C.	50,000	59,982	(9,982)	(1,843)
Mar. 31, 1972	Mar. 31, 1992	6.9	C.	4,000(c)	4,614	(614)	(38)
Jul. 15, 1988	Jul. 15, 1992	10.0	C.	500,000	—	500,000	500,000
Dec. 1, 1967	Dec. 1, 1992	7.0	C.	20,000(d)	28,783	(8,783)	(5,086)
Feb. 25, 1988	Feb. 25, 1993	9.25	C.	300,000	—	300,000	300,000
Nov. 1, 1988	Nov. 1, 1993	10.25	C.	300,000	—	300,000	300,000
Jun. 15, 1989	Jun. 15, 1994	10.00	C.	300,000	—	300,000	300,000
Feb. 8, 1989	Aug. 8, 1994	10.75	C.	650,000	—	650,000	650,000
Jan. 15, 1991	Jan. 15, 1996	10.75	C.	500,000	—	500,000	—
Feb. 14, 1991	Feb. 14, 1996	10.625	C.	250,000	—	250,000	—
Mar. 1, 1969	Mar. 1, 1994	7 $\frac{1}{2}$	U.S.	34,761(e)	47,458	(12,697)	(6,480)
				3,675,945	219,715	3,456,230	2,732,226
Less:							
Unamortized discount				10,536	—	10,536	9,327
Deferred unamortized exchange losses				305	—	305	463
				<u>\$3,665,104</u>	<u>\$219,715</u>	<u>3,445,389</u>	<u>2,722,436</u>
Alberta Capital Bonds							
Jun. 1, 1989	Jun. 1, 1992	11.25	C.	—	—	—	102,724
Less unamortized discount				—	—	—	626
						—	102,098
Promissory notes:							
Various	Various	Various	C.	—	—	1,502,300	1,294,000
Various	Various	Various	U.S.	—	—	411,866(f)	485,850
Dec. 9, 1986	Dec. 9, 1991	7.375%(g)	U.S.	—	—	341,578(h)	341,578
Dec. 11, 1986	Dec. 15, 1993	(i)	U.S.	—	—	579,350(j)	585,100
Nov. 23, 1987	Nov. 23, 1994	9.25%(k)	U.S.	—	—	243,897(l)	243,897
Oct. 26, 1988	Oct. 26, 1995	9.375%	U.S.	—	—	579,350(m)	585,100
Nov. 27, 1989	Nov. 27, 1996	8.625%	U.S.	—	—	869,025(n)	877,650
Nov. 1, 1990	Nov. 1, 1997	9.20%	U.S.	—	—	347,610(o)	—
Apr. 1, 1990	Apr. 1, 2000	9.25%	U.S.	—	—	579,350(p)	—
						5,454,326	4,413,175
Deferred unamortized exchange gains				—	—	70,220	70,357
						5,524,546	4,483,532
Less unamortized discount				—	—	18,875	10,110
						<u>5,505,671</u>	<u>4,473,422</u>
Treasury bills							
Less unamortized discount				—	—	525,000	650,000
						5,425	10,293
						<u>519,575</u>	<u>639,707</u>
						<u>\$9,470,635</u>	<u>\$7,937,663</u>

GENERAL REVENUE FUND

Schedule 2.8 (cont'd)

UNMATURED DEBT (cont'd)

- (a) All debentures are callable.
- (b) Debentures held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.
- (c) Federal-Provincial Special Development Loans Program debentures.
- (d) Alberta Universities Commission debentures.
- (e) U.S. \$30,000,000, unhedged.
- (f) U.S. \$353,945,000, fully hedged.
- (g) Effective rate based on forward exchange contracts hedging principal and interest is approximately 8.2%.
- (h) U.S. \$250,000,000, fully hedged.
- (i) Interest rate floats at 0.03125% above the London interbank offered rate for six month Eurodollar deposits.
- (j) U.S. \$500,000,000, unhedged.
- (k) Effective rate based on forward exchange contracts hedging principal and interest is approximately 9.9%.
- (l) U.S. \$200,000,000, fully hedged.
- (m) U.S. \$500,000,000, unhedged.
- (n) U.S. \$750,000,000, unhedged.
- (o) U.S. \$300,000,000, unhedged.
- (p) U.S. \$500,000,000, unhedged.

Debt repayment requirements in each of the next five years are as follows:

1991-92	\$3,199,855,000
1992-93	1,111,183,000
1993-94	1,045,504,000
1994-95	1,198,772,000
1995-96	1,341,022,000

Abbreviations: C. - Canada; U.S. - United States of America

Schedule 2.9

PROVINCIAL SINKING FUND

	In thousands	
	1991	1990
Investment income before the undemoted	\$ 22,201	\$ 21,358
Amortization of deferred realized gains and losses	(60)	(29)
Investment income	22,141	21,329
Contributions received	3,515	4,300
Transfers for debt retirement	(38,005)	—
Balance at beginning of year	232,064	206,435
Balance at end of year	<u>\$219,715</u>	<u>\$232,064</u>
Consisting of:		
Investments:		
Bonds and debentures:		
Province of Alberta, direct	\$ 76,565	\$ 81,440
Province of Alberta, guaranteed	1,872	2,010
Other provinces, direct and guaranteed	8,568	9,800
Government of Canada, direct	33,688	40,740
Corporate	1,988	1,981
Bond coupons and residuals:		
Government of Canada, direct	52,224	64,731
Government of the United States of America, direct	4,591	4,298
Mid-term money market securities:		
Promissory notes	—	500
Deferred unamortized realized gains and losses	(338)	(278)
	179,158	205,222
Cash and deposits in the Consolidated Cash Investment Trust Fund	18,229	11,652
Short-term money market securities:		
Treasury bills	19,027	9,327
Bankers' acceptance	—	1,934
Accrued interest receivable	3,303	3,929
Accounts payable	(2)	—
	<u>\$219,715</u>	<u>\$232,064</u>

GUARANTEES AND INDEMNITIES

	In thousands	
	1991	1990
Guarantees:		
Debentures and loans:		
Principal and accrued interest (Schedule 2.19)	\$214,998	\$ 76,409
Future interest and carrying charges	<u>53,266</u>	<u>21,133</u>
	268,264	97,542
Less estimated recoveries	<u>73,264</u>	<u>39,300</u>
	195,000	58,242
Rocky Mountain Life Insurance Company (a)	<u>18,500</u>	<u>22,340</u>
	213,500	80,582
Indemnities:		
Credit union assistance (b)	553,201	628,775
Less estimated recoveries from S C Financial Ltd.	<u>174,801</u>	<u>174,801</u>
	378,400	453,974
354713 Alberta Ltd. (c)	<u>33,000</u>	<u>42,900</u>
	<u>411,400</u>	<u>496,874</u>
	<u>\$624,900</u>	<u>\$577,456</u>

- (a) The Province has guaranteed that the contractual obligations of Rocky Mountain Life Insurance Company to the Company's policy holders will be met. The cost of this guarantee, estimated at \$56,870,000, has been attributed to the 1971-72 fiscal year, as a result of the change in accounting policy referred to in Note 3.
- (b) The Province has agreed to indemnify and fund interest to the extent necessary on \$335,000,000 of debentures issued by S C Financial Ltd. to credit unions in exchange for stabilization preferred shares of the credit unions. The amount of the indemnity is reduced by annual contributions made by the Credit Union Deposit Guarantee Corporation at the direction of the Province of 0.11% of credit union system deposits and borrowings. The Province has agreed to indemnify S C Properties Ltd. against loss by reason of its obligation to pay interest on notes given in exchange for up to \$350,000,000 in properties purchased from credit unions. To the extent that the net cash proceeds from the sale of all properties do not result in repayment of the full principal amount of the notes, the Province will indemnify any deficiency. The net cost of these indemnities, estimated at \$718,832,000, has been attributed to the 1985-86 fiscal year, as a result of the change in accounting policy referred to in Note 3.
- (c) The Province has agreed to indemnify 354713 Alberta Ltd. from any expense, loss, liability or obligation of 354713 Alberta Ltd. including, without limitation, any of those assumed or created in connection with any transactions between it and North West Trust Company. The cost of this indemnity, estimated at \$42,900,000, has been attributed to the 1986-87 fiscal year, as a result of the change in accounting policy referred to in Note 3.

GENERAL REVENUE FUND

Schedule 2.11

BUDGETARY REVENUE

	In thousands		1990
	1991		
	Budget	Revenue	Revenue
Taxes:			
Personal income tax	\$ 2,670,000	\$ 2,796,209	\$2,535,664
Corporate income tax	925,000	803,472	648,389
Fuel tax	428,000	390,765	286,150
Tobacco tax	260,000	275,080	235,290
Freehold mineral rights tax	91,000	76,053	68,832
Insurance corporations tax	63,000	62,465	59,054
Financial institutions capital tax	40,000	37,888	—
Hotel room tax	26,000	24,428	24,174
Pari-mutuel tax	11,000	11,009	9,794
Other	—	—	1
	<u>4,514,000</u>	<u>4,477,369</u>	<u>3,867,348</u>
Non-Renewable Resource Revenue:			
Crude oil royalty	1,317,000	1,325,194	1,126,137
Natural gas and by-products royalty	1,256,000	1,080,352	960,586
Synthetic crude oil and bitumen royalty	47,000	39,013	27,720
Coal royalty	15,000	14,671	16,511
Bonuses and sales of Crown leases	515,000	415,682	389,082
Rentals and fees	107,000	97,726	75,722
Royalty tax credit	(300,000)	(285,569)	(355,414)
Allocation to Natural Gas Rebates Fund	(3,000)	(1,871)	(1,894)
Other	—	847	577
	<u>2,954,000</u>	<u>2,686,045</u>	<u>2,239,027</u>
Payments from Government of Canada:			
Canada assistance plan	504,000	544,359	513,790
Hospital insurance	439,000	449,310	445,876
Post-secondary education	247,000	252,855	251,922
Extended health care	127,000	127,445	124,229
Stabilization	250,000	344,167	—
Training of manpower	32,000	28,250	28,056
Other	137,000	206,150	111,222
	<u>1,736,000</u>	<u>1,952,536</u>	<u>1,475,095</u>
Transfers from Government Enterprises:			
Alberta Liquor Control Board	405,000	408,000	383,000
Other	8,000	4,716	14,488
	<u>413,000</u>	<u>412,716</u>	<u>397,488</u>
Fees, Permits and Licences:			
Motor vehicle licences	155,000	149,041	124,158
Other	162,000	162,016	154,344
	<u>317,000</u>	<u>311,057</u>	<u>278,502</u>
Other Revenue:			
Investment income	60,000	409,554	71,877
Refunds of expenditure	70,000	66,575	61,401
Miscellaneous	86,000	113,662	84,864
	<u>216,000</u>	<u>589,791</u>	<u>218,142</u>
Total general revenue	<u>10,150,000</u>	<u>10,429,514</u>	<u>8,475,602</u>
Heritage Fund investment income	<u>1,270,000</u>	<u>1,336,857</u>	<u>1,244,438</u>
Total revenue	<u>\$11,420,000</u>	<u>\$11,766,371</u>	<u>\$9,720,040</u>

BUDGETARY EXPENDITURE BY DEPARTMENT

	Original Budget	In thousands		1990 Expenditure
		1991 Total Authorized	Expenditure	
Legislative Assembly:				
Support to the Legislative Assembly	\$ 20,828	\$ 21,002	\$ 20,996	\$ 19,869
Office of the Auditor General	11,260	11,260	10,892	10,525
Office of the Ombudsman	1,229	1,229	1,087	1,213
Office of the Chief Electoral Officer	617	738	678	948
	<u>33,934</u>	<u>34,229</u>	<u>33,653</u>	<u>32,555</u>
Departmental:				
Advanced Education	1,006,573	1,007,013	997,645	980,128
Agriculture	333,574	450,615	438,145	333,020
Attorney General	145,231	156,926	155,178	146,772
Career Development and Employment	163,042	164,942	156,687	165,274
Consumer and Corporate Affairs	20,022	20,208	19,519	19,019
Culture and Multiculturalism	48,027	48,027	47,911	48,853
Revolving fund	1	1	10	11
Economic Development and Trade	62,691	71,281	67,102	42,686
Education	1,459,489	1,467,489	1,463,868	1,387,676
Revolving fund	(578)	(578)	3,187	960
Energy	91,589	92,323	86,420	100,778
Petroleum Incentives Program Act	—	—	210	—
Environment	131,450	133,385	131,943	123,298
Water Resources Revolving Fund	116	116	294	24
Executive Council	116,242	142,814	137,273	105,586
Family and Social Services	1,365,219	1,443,656	1,432,376	1,370,794
Federal and Intergovernmental Affairs	10,150	11,476	10,807	9,910
Forestry, Lands and Wildlife	171,031	213,891	209,930	188,790
Revolving fund	—	—	(112)	(233)
Health	3,130,377	3,243,776	3,209,770	2,963,160
Alberta Health Care Insurance Act	—	—	—	13,123
Labour	40,191	40,509	40,132	37,355
Personnel Administration Office				
Revolving Fund	—	—	(203)	34
Municipal Affairs	665,251	778,067	714,749	627,821
Public Works, Supply and Services	526,269	528,960	501,726	500,525
Revolving fund	10,876	10,876	10,869	17,041
Recreation and Parks	89,110	89,110	88,080	91,775
Revolving fund	95	95	57	(17)
Solicitor General	265,429	265,430	264,244	253,503
Technology, Research and				
Telecommunications	72,204	75,200	74,374	63,154
Tourism	31,809	39,486	38,015	30,735
Revolving fund	(15)	(15)	83	—
Transportation and Utilities	878,991	890,835	888,325	900,314
Revolving funds	7,185	7,185	(1,145)	7,934
Treasury	157,183	164,118	158,433	308,919
Debt servicing costs	965,000	965,000	1,131,716	880,713
Revolving funds and other statutory appropriations	79,400	79,400	138,498	68,601
	<u>12,043,224</u>	<u>12,601,617</u>	<u>12,616,116</u>	<u>11,788,036</u>
	<u>\$12,077,158</u>	<u>\$12,635,846</u>	<u>\$12,649,769</u>	<u>\$11,820,591</u>
Summary:				
Voted appropriations	\$11,015,079	\$11,573,767	\$11,366,305	\$10,832,400
Statutory appropriations	1,062,079	1,062,079	1,283,464	988,191
	<u>\$12,077,158</u>	<u>\$12,635,846</u>	<u>\$12,649,769</u>	<u>\$11,820,591</u>

GENERAL REVENUE FUND

Schedule 2.13

OPERATING AND CAPITAL EXPENDITURE

	In thousands			
	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Legislative Assembly:				
Support to the Legislative Assembly	\$ 20,477	\$ 519	\$ —	\$ 20,996
Office of the Auditor General	10,658	234	—	10,892
Office of the Ombudsman	1,076	11	—	1,087
Office of the Chief Electoral Officer	669	9	—	678
	32,880	773	—	33,653
Departments:				
Advanced Education:				
Departmental support services	3,187	75	—	3,262
Assistance to higher and further educational institutions	843,659	907	52,754	897,320
Financial assistance to students	96,928	135	—	97,063
	943,774	1,117	52,754	997,645
Agriculture:				
Departmental support services	9,861	961	—	10,822
Support for primary production	224,827	401	1,330	226,558
Support for marketing and processing	16,988	15,192	8,403	40,583
Field services	28,447	146	250	28,843
Planning and development	19,085	365	—	19,450
Agricultural development lending assistance	77,682	—	—	77,682
Crop insurance assistance	48,207	—	—	48,207
Agricultural research assistance	1,000	—	—	1,000
Less: capitalized as a voted non-budgetary disbursement	—	(15,000)	—	(15,000)
	426,097	2,065	9,983	438,145
Attorney General:				
Departmental support services	8,092	108	—	8,200
Court services	62,241	456	—	62,697
Legal services	37,749	199	—	37,948
Support for legal aid	15,650	—	—	15,650
Protection and administration of property rights	25,236	196	—	25,432
Fatality inquiries	3,884	37	—	3,921
Crimes compensation	1,330	—	—	1,330
	154,182	996	—	155,178
Career Development and Employment:				
Departmental support services	9,129	349	—	9,478
Skills development	99,970	841	—	100,811
Employment and immigration services	46,329	69	—	46,398
	155,428	1,259	—	156,687
Consumer and Corporate Affairs:				
Departmental support services	3,354	196	—	3,550
Consumer services	5,759	3	—	5,762
Consumer standards	5,309	12	—	5,321
Regulation of securities markets	4,768	118	—	4,886
	19,190	329	—	19,519
Culture and Multiculturalism:				
Voted appropriations:				
Departmental support services	2,304	109	—	2,413
Cultural development	21,127	229	—	21,356
Historical resources development	22,162	575	50	22,787
Heritage development	1,325	30	—	1,355
	46,918	943	50	47,911
Statutory appropriations:				
Culture and Multiculturalism Revolving Fund	(14)	24	—	10
Department total	46,904	967	50	47,921

Schedule 2.13 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			Total
	Expenditure		Grants for Capital Purposes	
	Operating	Capital		
Economic Development and Trade:				
Departmental support services	\$ 3,496	\$ 54	\$ —	\$ 3,550
Business and trade development	23,515	376	—	23,891
Financing - economic development projects	34	6,560	—	6,594
International assistance	2,136	—	—	2,136
Small business interest shielding assistance	11,041	—	—	11,041
Financial assistance to Alberta Opportunity Company	26,450	18,000	—	44,450
Less: capitalized as a voted non-budgetary disbursement	—	(24,560)	—	(24,560)
	66,672	430	—	67,102
Education:				
Voted appropriations:				
Departmental support services	11,504	247	—	11,751
Financial assistance to schools	1,339,494	—	70,373	1,409,867
Student programs, evaluation and program delivery	41,677	573	—	42,250
	1,392,675	820	70,373	1,463,868
Statutory appropriations:				
Education Revolving Fund	2,845	342	—	3,187
Department total	1,395,520	1,162	70,373	1,467,055
Energy:				
Voted appropriations:				
Departmental support services	7,698	160	—	7,858
Minerals management	33,008	502	—	33,510
Assistance for oil sands projects	—	—	4,994	4,994
Oil sands research assistance	29,162	3	—	29,165
Petroleum marketing and market research	8,017	—	—	8,017
Oil sands equity management	1,415	32	—	1,447
Electric energy marketing	355	—	—	355
Public utilities regulation	1,074	—	—	1,074
	80,729	697	4,994	86,420
Statutory appropriations:				
Petroleum Incentives Program Act	210	—	—	210
Department total	80,939	697	4,994	86,630
Environment:				
Voted appropriations:				
Departmental support services	9,051	176	—	9,227
Environmental protection, enhancement and research	35,460	1,650	3,855	40,965
Water resources management	25,058	14,468	3,631	43,157
Special waste management assistance	25,779	—	11,321	37,100
Overview and coordination of environmental conservation	1,494	—	—	1,494
	96,842	16,294	18,807	131,943
Statutory appropriations:				
Water Resources Revolving Fund	(362)	656	—	294
Department total	96,480	16,950	18,807	132,237
Executive Council:				
Executive council administration	4,492	51	—	4,543
Northern development	7,519	119	—	7,638
Energy resources conservation	19,658	—	—	19,658
Coordination and advice respecting women's issues	1,313	28	—	1,341
Water resources advisory services	741	2	—	743
Disaster services and dangerous goods control	26,425	2,190	—	28,615
Public service employee relations	593	—	—	593
Development of policy and legislation for professions and occupations	1,132	19	—	1,151
Public affairs	12,023	107	—	12,130
Premier's council in support of Alberta families	71	—	—	71
Premier's council on the status of persons with disabilities	696	14	—	710
Occupational health and safety services	11,902	113	—	12,015
Workers' compensation	13,800	—	—	13,800
Alberta-Metis settlements accord	34,157	108	—	34,265
	134,522	2,751	—	137,273

GENERAL REVENUE FUND

Schedule 2.13 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			Total
	Expenditure		Grants for Capital Purposes	
	Operating	Capital		
Family and Social Services:				
Departmental support services	\$ 32,423	\$ 960	\$ —	\$ 33,383
Income support to individuals and families	952,985	3,000	—	955,985
Social support to individuals and families	441,638	1,370	—	443,008
	1,427,046	5,330	—	1,432,376
Federal and Intergovernmental Affairs:				
Intergovernmental coordination and research	10,720	87	—	10,807
Forestry, Lands and Wildlife:				
Voted appropriations:				
Departmental support services	11,255	269	—	11,524
Fish and wildlife conservation	25,003	380	—	25,383
Forest resources management	132,933	965	—	133,898
Public lands management, planning and mapping	36,074	3,013	38	39,125
	205,265	4,627	38	209,930
Statutory appropriations:				
Forestry, Lands and Wildlife Revolving Fund	(96)	(16)	—	(112)
Department total	205,169	4,611	38	209,818
Health:				
Departmental support services	21,334	510	—	21,844
Health care insurance	623,511	162	—	623,673
Financial assistance for active care	1,814,606	—	27,067	1,841,673
Financial assistance for long-term care	415,483	33	1,039	416,555
Community health services	223,903	44	—	223,947
Mental health services	49,608	128	—	49,736
Alcohol and drug abuse - treatment, prevention and education	32,342	—	—	32,342
	3,180,787	877	28,106	3,209,770
Labour:				
Voted appropriations:				
Departmental support services	4,247	297	—	4,544
Labour relations	6,311	46	—	6,357
General safety services	15,430	456	—	15,886
Labour relations adjudication and regulation	1,616	6	—	1,622
Individual's rights protection	1,623	—	—	1,623
Personnel administration	9,818	282	—	10,100
	39,045	1,087	—	40,132
Statutory appropriations:				
Personnel Administration Office Revolving Fund	(206)	3	—	(203)
Department total	38,839	1,090	—	39,929
Municipal Affairs:				
Departmental support services	8,729	502	—	9,231
Financial support for municipal programs	220,554	—	—	220,554
Alberta property tax reduction plan - rebates to individuals	120,536	—	—	120,536
Support to community planning services	9,228	76	—	9,304
Administrative and technical support to municipalities	23,642	228	—	23,870
Regulatory boards	1,805	—	—	1,805
Research and financial assistance for housing	120,790	1,680	—	122,470
Housing and mortgage assistance for Albertans	206,526	453	—	206,979
	711,810	2,939	—	714,749

Schedule 2.13 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			Total
	Expenditure		Grants for Capital Purposes	
	Operating	Capital		
Public Works, Supply and Services:				
Voted appropriations:				
Departmental support services	\$ 8,406	\$ 259	\$ —	\$ 8,665
Information and telecommunication services	46,135	2,827	—	48,962
Management of properties	249,007	10,240	—	259,247
Planning and implementation of construction projects	12	87,283	50,539	137,834
Central services and acquisition of supplies	14,818	151	—	14,969
Land assembly	—	19,603	320	19,923
Lotteries and financial assistance to major exhibitions and fairs	1,989	—	219	2,208
Gaming policy, licensing and control	2,740	14	—	2,754
Control and development of horse racing	7,164	—	—	7,164
	330,271	120,377	51,078	501,726
Statutory appropriations:				
Public Works, Supply and Services Revolving Fund	(18,982)	29,851	—	10,869
Department total	311,289	150,228	51,078	512,595
Recreation and Parks:				
Voted appropriations:				
Departmental support services	3,547	65	—	3,612
Recreation development	30,740	137	9,022	39,899
Provincial parks	23,446	7,757	100	31,303
Kananaskis Country management	11,264	2,002	—	13,266
	68,997	9,961	9,122	88,080
Statutory appropriations:				
Recreation and Parks Revolving Fund	(25)	82	—	57
Department total	68,972	10,043	9,122	88,137
Solicitor General:				
Departmental support services	8,706	116	—	8,822
Correctional services	114,861	214	—	115,075
Law enforcement	116,628	13	80	116,721
Motor vehicle registration and driver licensing	23,537	89	—	23,626
	263,732	432	80	264,244
Technology, Research and Telecommunications:				
Development and commercialization of advanced technologies	5,917	90	—	6,007
Financing of technology and research projects	12,581	6,402	10,751	29,734
Natural sciences and engineering research	28,151	—	—	28,151
Multi-media education services	16,042	—	500	16,542
Less: capitalized as a voted non-budgetary disbursement	—	(6,060)	—	(6,060)
	62,691	432	11,251	74,374
Tourism:				
Voted appropriations:				
Departmental support services	5,359	148	—	5,507
Tourism planning, development and marketing	23,561	37	8,111	31,709
Tourism education and training	769	30	—	799
	29,689	215	8,111	38,015
Statutory appropriations:				
Tourism Revolving Fund	83	—	—	83
Department total	29,772	215	8,111	38,098

GENERAL REVENUE FUND

Schedule 2.13 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			Total
	Expenditure		Grants for Capital Purposes	
	Operating	Capital		
Transportation and Utilities:				
Voted appropriations:				
Departmental support services	\$ 11,157	\$ 343	\$ —	\$ 11,500
Construction and operation of transportation systems	172,285	465,356	169,002	806,643
Financial assistance to Alberta Resources Railway	4,411	—	—	4,411
Development and support of utilities services	19,543	836	45,392	65,771
	207,396	466,535	214,394	888,325
Statutory appropriations:				
Transportation Revolving Fund	(7,961)	7,595	—	(366)
Gas Alberta Operating Fund	(956)	177	—	(779)
	(8,917)	7,772	—	(1,145)
Department total	198,479	474,307	214,394	887,180
Treasury:				
Voted appropriations:				
Departmental support services	2,788	40	—	2,828
Revenue collection and rebates	108,677	178	—	108,855
Financial management, planning and central services	45,161	1,191	—	46,352
Pension advice and appeals	396	2	—	398
	157,022	1,411	—	158,433
Statutory appropriations:				
Treasury Revolving Fund	(12)	13	—	1
Land Purchase Fund	(711)	18,727	—	18,016
Farm Credit Stability Fund Act	84,503	—	—	84,503
Small Business Term Assistance Fund Act	4,318	—	—	4,318
Alberta Government Telephones Reorganization Act	17,178	—	—	17,178
Metis Settlements Accord Implementation Act	1,933	—	—	1,933
Corporate tax interest refunds	12,549	—	—	12,549
Debt servicing costs	1,131,716	—	—	1,131,716
	1,251,474	18,740	—	1,270,214
Department total	1,408,496	20,151	—	1,428,647
	\$ 11,470,390	\$ 700,238	\$ 479,141	\$12,649,769
Summary:				
Voted appropriations	\$ 10,244,380	\$ 642,784	\$ 479,141	\$11,366,305
Statutory appropriations	1,226,010	57,454	—	1,283,464
	\$ 11,470,390	\$ 700,238	\$ 479,141	\$12,649,769

Schedule 2.14

EXPENDITURE BY PROGRAM AND OBJECT

	In thousands					Total 1991	Total 1990
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other		
Legislative Assembly:							
Support to the Legislative Assembly	\$ 6,966	\$ 6,422	\$ 1	\$ 519	\$ 7,088	\$ 20,996	\$ 19,869
Office of the Auditor General	7,610	3,048	—	234	—	10,892	10,525
Office of the Ombudsman	842	234	—	11	—	1,087	1,213
Office of the Chief Electoral Officer	412	257	—	9	—	678	948
	15,830	9,961	1	773	7,088	33,653	32,555
Departments:							
Advanced Education:							
Departmental support services	2,372	763	—	75	52	3,262	3,166
Assistance to higher and further educational institutions	35,603	9,574	851,236	907	—	897,320	871,110
Financial assistance to students	3,948	1,381	84,379	135	7,220	97,063	105,852
	41,923	11,718	935,615	1,117	7,272	997,645	980,128
Agriculture:							
Departmental support services	6,732	2,709	317	961	103	10,822	10,866
Support for primary production	26,214	6,631	193,306	401	6	226,558	135,266
Support for marketing and processing	5,603	2,529	17,259	192	15,000	40,583	27,008
Field services	19,541	4,327	4,829	146	—	28,843	31,623
Planning and development	12,499	3,859	2,725	365	2	19,450	17,319
Agricultural development lending assistance	—	—	77,682	—	—	77,682	94,315
Crop insurance assistance	—	—	48,207	—	—	48,207	17,751
Agricultural research assistance	—	—	1,000	—	—	1,000	—
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(15,000)	(15,000)	(1,128)
	70,589	20,055	345,325	2,065	111	438,145	333,020
Attorney General:							
Departmental support services	6,711	1,325	—	108	56	8,200	7,670
Court services	50,151	11,929	161	456	—	62,697	59,827
Legal services	24,212	13,196	341	199	—	37,948	34,998
Support for legal aid	—	—	15,650	—	—	15,650	15,650
Protection and administration of property rights	18,559	6,677	—	196	—	25,432	23,631
Fatality inquiries	2,409	1,475	—	37	—	3,921	3,711
Crimes compensation	93	114	1,123	—	—	1,330	1,285
	102,135	34,716	17,275	996	56	155,178	146,772
Career Development and Employment:							
Departmental support services	6,198	2,879	—	349	52	9,478	8,670
Skills development	30,561	25,465	43,944	841	—	100,811	101,034
Employment and immigration services	14,588	1,776	29,965	69	—	46,398	55,570
	51,347	30,120	73,909	1,259	52	156,687	165,274
Consumer and Corporate Affairs:							
Departmental support services	1,765	1,498	40	196	51	3,550	3,435
Consumer services	4,877	882	—	3	—	5,762	5,567
Consumer standards	3,289	2,020	—	12	—	5,321	5,204
Regulation of securities markets	3,181	1,587	—	118	—	4,886	4,813
	13,112	5,987	40	329	51	19,519	19,019
Culture and Multiculturalism:							
Voted appropriations:							
Departmental support services	1,803	449	—	109	52	2,413	2,415
Cultural development	4,579	1,471	15,077	229	—	21,356	20,961
Historical resources development	12,409	4,904	5,271	203	—	22,787	24,176
Heritage development	959	342	9	30	15	1,355	1,301
	19,750	7,166	20,357	571	67	47,911	48,853
Statutory appropriations:							
Culture and Multiculturalism Revolving Fund	—	(5)	—	24	(9)	10	11
Department total	19,750	7,161	20,357	595	58	47,921	48,864

GENERAL REVENUE FUND

Schedule 2.14 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands					Total 1991	Total 1990
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other		
Economic Development and Trade:							
Departmental support services	\$ 2,227	\$ 1,218	\$ —	\$ 54	\$ 51	\$ 3,550	\$ 3,616
Business and trade development	11,386	8,614	3,515	376	—	23,891	23,151
Financing - economic development projects	—	—	34	—	6,560	6,594	11,203
International assistance	177	18	1,941	—	—	2,136	2,118
Small business interest shielding assistance	663	483	9,895	—	—	11,041	1,461
Financial assistance to Alberta Opportunity Company	—	—	26,450	—	18,000	44,450	35,106
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(24,560)	(24,560)	(33,969)
	14,453	10,333	41,835	430	51	67,102	42,686
Education:							
Voted appropriations:							
Departmental support services	8,268	2,807	377	247	52	11,751	11,526
Financial assistance to schools	1,263	188	1,408,416	—	—	1,409,867	1,332,251
Student programs, evaluation and program delivery	23,764	17,769	144	573	—	42,250	43,899
	33,295	20,764	1,408,937	820	52	1,463,868	1,387,676
Statutory appropriations:							
Education Revolving Fund	—	3,931	—	342	(1,086)	3,187	960
Department total	33,295	24,695	1,408,937	1,162	(1,034)	1,467,055	1,388,636
Energy:							
Voted appropriations:							
Departmental support services	5,843	1,771	17	160	67	7,858	7,468
Minerals management	16,698	10,563	5,747	502	—	33,510	37,721
Assistance for oil sands projects	—	—	4,994	—	—	4,994	10,550
Oil sands research assistance	2,747	1,016	25,398	3	1	29,165	32,762
Petroleum marketing and market research	—	—	8,017	—	—	8,017	7,210
Oil sands equity management	651	749	—	32	15	1,447	1,601
Electric energy marketing	—	—	355	—	—	355	4,910
Public utilities regulation	—	—	1,074	—	—	1,074	2,856
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	—	—	(4,300)
	25,939	14,099	45,602	697	83	86,420	100,778
Statutory appropriations:							
Petroleum Incentives Program Act	—	—	—	—	210	210	—
Department total	25,939	14,099	45,602	697	293	86,630	100,778
Environment:							
Voted appropriations:							
Departmental support services	5,488	3,470	35	176	58	9,227	7,532
Environmental protection, enhancement and research	24,031	10,304	5,039	1,591	—	40,965	41,152
Water resources management	23,331	15,619	3,698	509	—	43,157	48,559
Special waste management assistance	—	—	37,100	—	—	37,100	25,065
Overview and coordination of environmental conservation	909	—	585	—	—	1,494	990
	53,759	29,393	46,457	2,276	58	131,943	123,298
Statutory appropriations:							
Water Resources Revolving Fund	—	17	—	656	(379)	294	24
Department total	53,759	29,410	46,457	2,932	(321)	132,237	123,322

Schedule 2.14 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands					Total 1991	Total 1990
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other		
Executive Council:							
Executive council administration	\$ 2,892	\$ 1,515	\$ —	\$ 51	\$ 85	\$ 4,543	\$ 4,095
Northern development	968	1,076	5,457	119	18	7,638	7,064
Energy resources conservation	—	—	19,658	—	—	19,658	18,658
Coordination and advice respecting women's issues	630	652	41	28	—	1,341	1,006
Water resources advisory services	—	553	—	2	16	743	612
Disaster services and dangerous goods control	—	8,145	15,008	187	—	28,615	32,377
Public service employee relations	250	343	—	—	—	593	482
Development of policy and legislation for professions and occupations	632	485	—	19	15	1,151	965
Public affairs	9,172	2,851	—	107	—	12,130	12,067
Premier's council in support of Alberta families	1	56	—	—	14	71	352
Premier's council on the status of persons with disabilities	292	404	—	14	—	710	661
Occupational health and safety services	9,279	2,571	1	113	51	12,015	11,736
Workers' compensation	—	—	13,800	—	—	13,800	13,447
Alberta-Metis settlements accord	1,058	827	32,272	108	—	34,265	—
Premier's commission on future health care for Albertans	—	—	—	—	—	—	2,064
	30,611	19,478	86,237	748	199	137,273	105,586
Family and Social Services:							
Departmental support services	26,078	6,122	120	960	103	33,383	34,691
Income support to individuals and families	41,500	7,778	903,707	3,000	—	955,985	915,840
Social support to individuals and families	133,710	203,906	103,990	1,370	32	443,008	420,263
	201,288	217,806	1,007,817	5,330	135	1,432,376	1,370,794
Federal and Intergovernmental Affairs:							
Intergovernmental coordination and research	6,856	3,506	308	87	50	10,807	9,910
Forestry, Lands and Wildlife:							
Voted appropriations:							
Departmental support services	9,092	2,098	14	269	51	11,524	11,202
Fish and wildlife conservation	18,673	6,033	302	375	—	25,383	23,670
Forest resources management	62,396	70,209	387	906	—	133,898	104,075
Public lands management, planning and mapping	25,620	11,275	39	2,171	20	39,125	49,843
	115,781	89,615	742	3,721	71	209,930	188,790
Statutory appropriations:							
Forestry, Lands and Wildlife Revolving Fund	—	47	—	(16)	(143)	(112)	(233)
Department total	115,781	89,662	742	3,705	(72)	209,818	188,557
Health:							
Voted appropriations:							
Departmental support services	15,288	5,964	14	510	68	21,844	21,193
Health care insurance	15,550	10,918	597,043	162	—	623,673	576,770
Financial assistance for active care	3,975	953	1,836,745	—	—	1,841,673	1,700,991
Financial assistance for long-term care	1,466	1,075	413,981	33	—	416,555	380,421
Community health services	9,719	8,722	205,462	44	—	223,947	207,397
Mental health services	33,203	14,628	1,777	128	—	49,736	45,226
Alcohol and drug abuse - treatment, prevention and education	—	—	32,342	—	—	32,342	31,162
	79,201	42,260	3,087,364	877	68	3,209,770	2,963,160
Statutory appropriations:							
Alberta Health Care Insurance Act	—	—	—	—	—	—	13,123
Department total	79,201	42,260	3,087,364	877	68	3,209,770	2,976,283

GENERAL REVENUE FUND

Schedule 2.14 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands					Total 1991	Total 1990
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other		
Labour:							
Voted appropriations:							
Departmental support services	\$ 3,128	\$ 1,063	\$ 4	\$ 297	\$ 52	\$ 4,544	\$ 4,385
Labour relations	5,578	705	28	46	—	6,357	6,137
General safety services	12,960	2,466	4	456	—	15,886	14,121
Labour relations adjudication and regulation	1,232	384	—	6	—	1,622	1,540
Individual's rights protection	1,179	444	—	—	—	1,623	1,476
Personnel administration	7,535	2,283	—	282	—	10,100	9,696
	31,612	7,345	36	1,087	52	40,132	37,355
Statutory appropriations:							
Personnel Administration Office Revolving Fund	—	(25)	—	3	(181)	(203)	34
Department total	31,612	7,320	36	1,090	(129)	39,929	37,389
Municipal Affairs:							
Departmental support services	5,924	2,608	146	502	51	9,231	9,704
Financial support for municipal programs	—	—	220,554	—	—	220,554	227,733
Alberta property tax reduction plan - rebates to individuals	557	645	119,334	—	—	120,536	116,010
Support to community planning services	2,905	335	5,988	76	—	9,304	8,968
Administrative and technical support to municipalities	17,481	2,655	3,485	228	21	23,870	30,673
Regulatory boards	1,362	443	—	—	—	1,805	1,741
Research and financial assistance for housing	10,074	7,382	98,394	1,680	4,940	122,470	61,606
Housing and mortgage assistance for Albertans	2,660	597	203,269	453	—	206,979	171,386
	40,963	14,665	651,170	2,939	5,012	714,749	627,821
Public Works, Supply and Services:							
Voted appropriations:							
Departmental support services	6,707	1,647	—	259	52	8,665	7,943
Information and telecommunication services	5,011	41,235	—	2,716	—	48,962	42,982
Management of properties	45,832	171,651	39,210	2,554	—	259,247	249,092
Planning and implementation of construction projects	16,811	64,746	50,539	5,738	—	137,834	124,540
Central services and acquisition of supplies	7,415	7,403	—	151	—	14,969	14,524
Land assembly	843	558	320	18,202	—	19,923	49,177
Lotteries and financial assistance to major exhibitions and fairs	31	9	2,168	—	—	2,208	2,726
Gaming policy, licensing and control	2,401	339	—	14	—	2,754	2,465
Control and development of horse racing	—	—	7,164	—	—	7,164	7,076
	85,051	287,588	99,401	29,634	52	501,726	500,525
Statutory appropriations:							
Public Works, Supply and Services Revolving Fund	—	140	—	29,851	(19,122)	10,869	17,041
Department total	85,051	287,728	99,401	59,485	(19,070)	512,595	517,566
Recreation and Parks:							
Voted appropriations:							
Departmental support services	3,115	380	—	65	52	3,612	3,597
Recreation development	5,696	2,011	32,055	137	—	39,899	43,211
Provincial parks	16,988	13,992	100	223	—	31,303	31,126
Kananaskis Country management	7,870	5,065	—	331	—	13,266	13,841
	33,669	21,448	32,155	756	52	88,080	91,775
Statutory appropriations:							
Recreation and Parks Revolving Fund	—	(5)	—	82	(20)	57	(17)
Department total	33,669	21,443	32,155	838	32	88,137	91,758
Solicitor General:							
Departmental support services	7,232	1,423	—	116	51	8,822	8,738
Correctional services	84,178	30,672	11	214	—	115,075	112,158
Law enforcement	7,224	77,456	32,028	13	—	116,721	110,263
Motor vehicle registration and driver licensing	11,396	12,141	—	89	—	23,626	22,344
	110,030	121,692	32,039	432	51	264,244	253,503

Schedule 2.14 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands					Total 1991	Total 1990
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other		
Technology, Research and Telecommunications:							
Development and commercialization of advanced technologies	\$ 2,857	\$ 2,908	\$ 100	\$ 90	\$ 52	\$ 6,007	\$ 5,038
Financing of technology and research projects	—	—	23,332	—	6,402	29,734	28,718
Natural sciences and engineering research	—	—	28,151	—	—	28,151	24,450
Multi-media education services	—	—	16,542	—	—	16,542	17,098
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(6,060)	(6,060)	(12,150)
	2,857	2,908	68,125	90	394	74,374	63,154
Tourism:							
Voted appropriations:							
Departmental support services	2,937	2,371	—	148	51	5,507	5,078
Tourism planning, development and marketing	6,749	13,167	11,756	37	—	31,709	24,876
Tourism education and training	234	521	—	30	14	799	781
	9,920	16,059	11,756	215	65	38,015	30,735
Statutory appropriations:							
Tourism Revolving Fund	—	79	—	—	4	83	—
Department total	9,920	16,138	11,756	215	69	38,098	30,735
Transportation and Utilities:							
Voted appropriations:							
Departmental support services	8,073	3,002	30	343	52	11,500	11,347
Construction and operation of transportation systems	128,435	473,240	193,334	11,634	—	806,643	815,035
Financial assistance to Alberta Resources Railway	—	—	4,411	—	—	4,411	6,683
Development and support of utilities services	4,009	2,307	59,051	404	—	65,771	67,249
	140,517	478,549	256,826	12,381	52	888,325	900,314
Statutory appropriations:							
Transportation Revolving Fund	—	(4,826)	—	7,595	(3,135)	(366)	8,022
Gas Alberta Operating Fund	—	—	—	177	(956)	(779)	(88)
	—	(4,826)	—	7,772	(4,091)	(1,145)	7,934
Department total	140,517	473,723	256,826	20,153	(4,039)	887,180	908,248
Treasury:							
Voted appropriations:							
Departmental support services	2,267	448	21	40	52	2,828	2,846
Revenue collection and rebates	10,716	8,561	89,357	178	43	108,855	152,399
Financial management, planning and central services	22,531	15,181	6,966	1,191	483	46,352	118,607
Pension advice and appeals	284	112	—	2	—	398	416
Financing - purchase of loans	—	—	—	—	—	—	34,651
	35,798	24,302	96,344	1,411	578	158,433	308,919
Statutory appropriations:							
Treasury Revolving Fund	—	—	—	13	(12)	1	9
Land Purchase Fund	—	—	—	18,727	(711)	18,016	(13,889)
Farm Credit Stability Fund Act	—	—	84,503	—	—	84,503	69,268
Small Business Term Assistance Fund Act	—	—	4,318	—	—	4,318	6,709
Alberta Government Telephones Reorganization Act	—	17,178	—	—	—	17,178	—
Metis Settlements Accord Implementation Act	—	—	1,933	—	—	1,933	—
Corporate tax interest refunds	—	—	—	—	12,549	12,549	6,504
Debt servicing costs	—	—	137,374	—	994,342	1,131,716	880,713
	—	17,178	228,128	18,740	1,006,168	1,270,214	949,314
Department total	35,798	41,480	324,472	20,151	1,006,746	1,428,647	1,258,233
	\$1,366,286	\$1,558,064	\$8,593,801	\$128,495	\$1,003,123	\$12,649,769	\$11,820,591
Summary:							
Voted appropriations	\$1,366,286	\$1,541,533	\$8,365,673	\$71,041	\$21,772	\$11,366,305	\$10,832,400
Statutory appropriations	—	16,531	228,128	57,454	981,351	1,283,464	988,191
	\$1,366,286	\$1,558,064	\$8,593,801	\$128,495	\$1,003,123	\$12,649,769	\$11,820,591

GENERAL REVENUE FUND

Schedule 2.15

DETAILS OF EXPENDITURE BY OBJECT

	In thousands						
	Legislative Assembly	Advanced Education	Agriculture	Attorney General	Career Development and Employment	Consumer and Corporate Affairs	Culture and Multi- culturalism
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 7,349	\$ 22,704	\$ 49,218	\$ 78,626	\$ 16,446	\$ 10,119	\$ 14,169
Salaries - non-permanent positions	325	10,682	5,700	3,170	13,456	674	2,359
Wages	998	3,573	7,033	2,267	16,382	329	734
Payments to contract employees	5,217	193	853	2,652	195	440	213
Employer contributions	1,698	4,472	7,480	15,029	4,656	1,465	2,205
Allowances and benefits	243	299	305	391	212	85	70
Total salaries, wages and employee benefits	15,830	41,923	70,589	102,135	51,347	13,112	19,750
Supplies and Services:							
Travel expenses	1,731	512	5,328	2,562	1,246	384	785
Transportation and maintenance of clients	—	73	—	—	79	—	—
Advertising	273	166	344	17	522	55	110
Insurance	—	14	6	2	14	—	2
Freight and postage	388	375	988	1,310	368	303	224
Contracts for construction	—	—	—	—	—	—	—
Rentals	902	754	1,334	924	966	213	385
Telephone and communications	514	209	713	446	219	76	153
Repairs and maintenance - machinery and equipment	120	430	1,097	1,417	485	236	358
Contract services including professional, technical and labour services	4,140	4,619	4,690	15,674	22,629	2,996	3,697
Data processing services	176	783	1,188	7,263	620	500	93
Hosting	88	37	162	48	61	28	58
Other purchased services	121	72	129	125	167	41	43
Materials and supplies	1,508	3,674	4,076	4,928	2,744	1,155	1,253
Total supplies and services	9,961	11,718	20,055	34,716	30,120	5,987	7,161
Grants:							
Grants to individuals	—	87,529	189,850	1,123	25,313	—	389
Grants to businesses	—	—	10,592	—	24,355	—	121
Grants to non-profit organizations	—	15,962	5,633	16,152	15,763	40	4,518
Grants to own funds and agencies	—	829,239	132,388	—	1,930	—	3,661
Grants to other levels of government	—	2,885	6,862	—	6,548	—	11,668
Other grants	1	—	—	—	—	—	—
Total grants	1	935,615	345,325	17,275	73,909	40	20,357
Purchase of Fixed Assets:							
Purchase of real estate	—	—	—	—	—	—	—
Purchase of machinery and equipment	19	62	484	—	107	25	22
Purchase of data processing equipment	693	834	1,540	836	1,109	301	452
Purchase of audio-visual equipment	1	60	31	15	10	1	54
Purchase of reproduction equipment	3	—	—	—	—	—	—
Purchase of office equipment	24	3	10	120	25	1	27
Purchase of furniture	21	15	—	14	1	1	7
Purchase of vehicles	—	58	—	—	—	—	—
Purchase of other assets	12	85	—	11	7	—	33
Total purchase of fixed assets	773	1,117	2,065	996	1,259	329	595
Other:							
Payments to Members of the Legislative Assembly and Executive Council	7,088	52	111	52	52	51	67
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	—	317	—	—	—	—	—
Implementation of guarantees	—	6,903	—	—	—	—	—
Write-offs and losses	—	—	—	4	—	—	—
Spurt Investment Fund	—	—	—	—	—	—	—
Petroleum Incentives Program Act	—	—	—	—	—	—	—
Purchase of loan	—	—	—	—	—	—	—
Revolving fund losses (profits)	—	—	—	—	—	—	(9)
Total other	7,088	7,272	111	56	52	51	58
	\$ 33,653	\$ 997,645	\$ 438,145	\$ 155,178	\$ 156,687	\$ 19,519	\$ 47,921
Summary:							
Voted appropriations	\$ 33,653	\$ 997,645	\$ 438,145	\$ 155,178	\$ 156,687	\$ 19,519	\$ 47,911
Statutory appropriations	—	—	—	—	—	—	10
	\$ 33,653	\$ 997,645	\$ 438,145	\$ 155,178	\$ 156,687	\$ 19,519	\$ 47,921

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

Schedule 2.15 (cont'd)

	In thousands						
	Economic Development and Trade	Education	Energy	Environment	Executive Council	Family and Social Services	Federal and Inter- governmental Affairs
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 10,390	\$ 24,623	\$ 17,747	\$ 42,286	\$ 21,079	\$ 135,112	\$ 2,561
Salaries - non-permanent positions	995	3,147	1,168	2,271	2,051	27,682	656
Wages	668	1,451	1,267	2,915	1,882	15,489	1,579
Payments to contract employees	577	227	2,557	383	2,126	562	819
Employer contributions	1,511	3,700	2,959	5,762	3,251	22,162	844
Allowances and benefits	312	147	241	142	222	281	397
Total salaries, wages and employee benefits	14,453	33,295	25,939	53,759	30,611	201,288	6,856
Supplies and Services:							
Travel expenses	1,450	2,652	1,089	2,539	1,900	4,597	925
Transportation and maintenance of clients	128	2	—	—	3	157,165	11
Advertising	619	75	207	225	760	280	11
Insurance	1	1	5	22	3	14	—
Freight and postage	294	669	201	328	418	1,660	172
Contracts for construction	—	—	—	4,266	674	—	—
Rentals	584	429	748	3,956	2,851	1,254	573
Telephone and communications	224	238	106	353	235	805	252
Repairs and maintenance - machinery and equipment	57	408	271	1,327	435	1,144	86
Contract services including professional, technical and labour services	5,409	13,406	5,598	11,957	7,937	36,578	801
Data processing services	424	764	4,664	888	468	4,192	14
Hosting	253	65	61	50	547	59	279
Other purchased services	95	364	194	751	147	602	11
Materials and supplies	795	5,622	955	2,748	3,100	9,456	371
Total supplies and services	10,333	24,695	14,099	29,410	19,478	217,806	3,506
Grants:							
Grants to individuals	35	145	—	32	5,996	971,539	—
Grants to businesses	11,414	16	3,171	—	3,014	—	—
Grants to non-profit organizations	2,839	36,769	1,075	837	5,745	2,399	89
Grants to own funds and agencies	27,015	1,090,766	36,362	37,912	33,458	—	—
Grants to other levels of government	532	281,241	—	7,676	7,496	33,879	219
Other grants	—	—	4,994	—	30,528	—	—
Total grants	41,835	1,408,937	45,602	46,457	86,237	1,007,817	308
Purchase of Fixed Assets:							
Purchase of real estate	—	—	—	—	—	—	—
Purchase of machinery and equipment	4	138	14	920	128	178	—
Purchase of data processing equipment	342	874	652	1,433	581	4,945	85
Purchase of audio-visual equipment	3	31	1	11	28	18	2
Purchase of reproduction equipment	14	5	7	—	1	10	—
Purchase of office equipment	16	93	7	9	3	98	—
Purchase of furniture	9	1	16	4	1	75	—
Purchase of vehicles	42	—	—	521	—	—	—
Purchase of other assets	—	20	—	34	6	6	—
Total purchase of fixed assets	430	1,162	697	2,932	748	5,330	87
Other:							
Payments to Members of the Legislative Assembly and Executive Council	51	52	83	58	199	135	47
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	—	—	—	—	—	—	3
Implementation of guarantees	—	—	—	—	—	—	—
Write-offs and losses	—	—	—	—	—	—	—
Spurt Investment Fund	—	—	—	—	—	—	—
Petroleum Incentives Program Act	—	—	210	—	—	—	—
Purchase of loan	—	—	—	—	—	—	—
Revolving fund losses (profits)	—	(1,086)	—	(379)	—	—	—
Total other	51	(1,034)	293	(321)	199	135	50
\$ 67,102	\$ 1,467,055	\$ 86,630	\$ 132,237	\$ 137,273	\$ 1,432,376	\$ 10,807	
Summary:							
Voted appropriations	\$ 67,102	\$ 1,463,868	\$ 86,420	\$ 131,943	\$ 137,273	\$ 1,432,376	\$ 10,807
Statutory appropriations	—	3,187	210	294	—	—	—
\$ 67,102	\$ 1,467,055	\$ 86,630	\$ 132,237	\$ 137,273	\$ 1,432,376	\$ 10,807	

GENERAL REVENUE FUND

Schedule 2.15 (cont'd)

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

	In thousands						
	Forestry, Lands and Wildlife	Health	Labour	Municipal Affairs	Public Works, Supply and Services	Recreation and Parks	Solicitor General
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 68,650	\$ 60,103	\$ 25,572	\$ 27,941	\$ 63,063	\$ 18,265	\$ 87,269
Salaries - non-permanent positions	7,550	3,614	1,236	4,280	8,011	2,494	3,284
Wages	27,826	5,418	557	3,759	3,451	8,965	6,439
Payments to contract employees	219	1,012	649	329	363	261	223
Employer contributions	10,539	8,844	3,464	4,436	9,764	3,197	12,530
Allowances and benefits	997	210	134	218	399	487	285
Total salaries, wages and employee benefits	115,781	79,201	31,612	40,963	85,051	33,669	110,030
Supplies and Services:							
Travel expenses	2,486	1,796	1,528	2,382	2,207	1,054	1,035
Transportation and maintenance of clients	—	6,624	—	—	—	—	113
Advertising	428	1,303	269	126	165	96	198
Insurance	26	1	267	3	51	37	5
Freight and postage	563	2,744	287	709	1,779	157	1,445
Contracts for construction	548	—	—	—	59,235	4,064	—
Rentals	36,613	554	293	461	95,480	1,776	742
Telephone and communications	2,444	337	161	543	40,165	931	285
Repairs and maintenance - machinery and equipment	8,823	661	87	2,225	3,016	1,197	1,538
Contract services including professional, technical and labour services	20,521	13,237	2,173	6,229	52,438	5,361	103,897
Data processing services	2,408	6,834	1,025	657	2,048	104	4,701
Hosting	75	44	37	48	24	21	27
Other purchased services	2,021	157	16	229	22,243	1,362	336
Materials and supplies	12,706	7,968	1,177	1,053	8,877	5,283	7,370
Total supplies and services	89,662	42,260	7,320	14,665	287,728	21,443	121,692
Grants:							
Grants to individuals	67	59,997	—	213,591	149	—	—
Grants to businesses	148	75,917	—	478	11	—	—
Grants to non-profit organizations	296	55,860	36	6,658	2,328	14,014	213
Grants to own funds and agencies	—	2,743,390	—	209,257	56,977	142	—
Grants to other levels of government	13	152,199	—	221,186	39,936	17,999	31,826
Other grants	218	1	—	—	—	—	—
Total grants	742	3,087,364	36	651,170	99,401	32,155	32,039
Purchase of Fixed Assets:							
Purchase of real estate	—	—	—	—	22,651	—	—
Purchase of machinery and equipment	662	73	112	1,587	2,171	173	100
Purchase of data processing equipment	2,708	657	823	1,345	16,809	360	318
Purchase of audio-visual equipment	1	2	24	—	7	48	1
Purchase of reproduction equipment	17	51	—	—	362	6	—
Purchase of office equipment	31	77	19	4	81	90	8
Purchase of furniture	3	3	—	3	3,102	1	2
Purchase of vehicles	19	—	43	—	14,300	125	—
Purchase of other assets	264	14	69	—	2	35	3
Total purchase of fixed assets	3,705	877	1,090	2,939	59,485	838	432
Other:							
Payments to Members of the Legislative Assembly and Executive Council	71	68	52	72	52	52	51
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	—	—	—	4,940	—	—	—
Implementation of guarantees	—	—	—	—	—	—	—
Write-offs and losses	—	—	—	—	—	—	—
Spurt Investment Fund	—	—	—	—	—	—	—
Petroleum Incentives Program Act	—	—	—	—	—	—	—
Purchase of loan	—	—	—	—	—	—	—
Revolving fund losses (profits)	(143)	—	(181)	—	(19,122)	(20)	—
Total other	(72)	68	(129)	5,012	(19,070)	32	51
\$ 209,818	\$ 3,209,770	\$ 39,929	\$ 714,749	\$ 512,595	\$ 88,137	\$ 264,244	
Summary:							
Voted appropriations	\$ 209,930	\$ 3,209,770	\$ 40,132	\$ 714,749	\$ 501,726	\$ 88,080	\$ 264,244
Statutory appropriations	(112)	—	(203)	—	10,869	57	—
\$ 209,818	\$ 3,209,770	\$ 39,929	\$ 714,749	\$ 512,595	\$ 88,137	\$ 264,244	

Schedule 2.15 (cont'd)

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

	In thousands					Total 1991	Total 1990
	Technology, Research and Telecommu- nications	Tourism	Transpor- tation and Utilities	Treasury			
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 2,009	\$ 6,355	\$ 85,710	\$ 28,888	\$ 926,254	\$ 867,560	
Salaries - non-permanent positions	185	1,424	18,044	1,475	125,933	100,616	
Wages	76	514	21,407	949	135,928	147,400	
Payments to contract employees	223	403	334	193	21,223	21,971	
Employer contributions	323	1,087	14,017	4,122	149,517	134,344	
Allowances and benefits	41	137	1,005	171	7,431	7,986	
Total salaries, wages and employee benefits	2,857	9,920	140,517	35,798	1,366,286	1,279,877	
Supplies and Services:							
Travel expenses	360	1,010	7,172	571	49,301	50,641	
Transportation and maintenance of clients	—	298	—	—	164,496	158,449	
Advertising	728	2,623	1,104	16	10,720	13,354	
Insurance	—	1	68	5,434	5,977	5,708	
Freight and postage	47	726	605	929	17,689	17,061	
Contracts for construction	—	—	271,382	—	340,169	327,032	
Rentals	79	184	66,350	264	218,669	200,875	
Telephone and communications	22	121	3,060	95	52,707	50,030	
Repairs and maintenance - machinery and equipment	5	197	2,316	267	28,203	26,486	
Contract services including professional, technical and labour services	1,080	8,536	17,060	24,175	394,838	357,709	
Data processing services	59	39	3,599	7,288	50,799	50,910	
Hosting	77	244	49	45	2,487	2,460	
Other purchased services	18	346	5,818	946	36,354	36,026	
Materials and supplies	433	1,813	95,140	1,450	185,655	202,030	
Total supplies and services	2,908	16,138	473,723	41,480	1,558,064	1,498,771	
Grants:							
Grants to individuals	—	74	15,423	96,229	1,667,481	1,619,535	
Grants to businesses	2,201	9,294	9,762	—	150,494	155,458	
Grants to non-profit organizations	2,201	1,640	4,762	36	195,865	197,009	
Grants to own funds and agencies	44,868	381	4,459	226,274	5,478,479	5,070,461	
Grants to other levels of government	—	367	222,420	—	1,044,952	1,031,269	
Other grants	18,855	—	—	1,933	56,530	17,681	
Total grants	68,125	11,756	256,826	324,472	8,593,801	8,091,413	
Purchase of Fixed Assets:							
Purchase of real estate	—	—	7,611	18,727	48,989	40,035	
Purchase of machinery and equipment	—	—	1,348	—	8,327	10,727	
Purchase of data processing equipment	90	172	3,449	1,409	42,817	47,065	
Purchase of audio-visual equipment	—	—	302	1	652	715	
Purchase of reproduction equipment	—	1	—	—	477	232	
Purchase of office equipment	—	1	34	4	785	946	
Purchase of furniture	—	—	3	10	3,292	5,901	
Purchase of vehicles	—	—	7,230	—	22,338	24,056	
Purchase of other assets	—	41	176	—	818	1,043	
Total purchase of fixed assets	90	215	20,153	20,151	128,495	130,720	
Other:							
Payments to Members of the Legislative Assembly and Executive Council	52	65	52	52	8,737	8,291	
Pension payments	—	—	—	13	13	14	
Interest and bank charges	—	—	—	1,007,404	1,012,664	787,493	
Implementation of guarantees	—	—	—	—	6,903	7,445	
Write-offs and losses	—	—	—	—	4	3	
Spurt Investment Fund	342	—	—	—	342	695	
Petroleum Incentives Program Act	—	—	—	—	210	—	
Purchase of loan	—	—	—	—	—	34,651	
Revolving fund losses (profits)	—	4	(4,091)	(723)	(25,750)	(18,782)	
Total other	394	69	(4,039)	1,006,746	1,003,123	819,810	
\$ 74,374	\$ 38,098	\$ 887,180	\$ 1,428,647	\$ 12,649,769	\$ 11,820,591		
Summary:							
Voted appropriations	\$ 74,374	\$ 38,015	\$ 888,325	\$ 158,433	\$ 11,366,305	\$ 10,832,400	
Statutory appropriations	—	83	(1,145)	1,270,214	1,283,464	988,191	
\$ 74,374	\$ 38,098	\$ 887,180	\$ 1,428,647	\$ 12,649,769	\$ 11,820,591		

GENERAL REVENUE FUND

Schedule 2.16

BUDGETARY EXPENDITURE - VALUATION ADJUSTMENTS AND OBLIGATIONS UNDER GUARANTEES

	In thousands		1990 Expenditure
	1991 Budget	1991 Expenditure	
Valuation adjustments:			
Provision for doubtful accounts and loans	\$26,800	\$ 63,758	\$ 73,972
Write-down of long-term investments	—	141,605	34,475
Amortization of deferred unrealized exchange gains and losses on debt payable in United States dollars	—	(23,554)	16,038
Provision for reduction of marketable securities to aggregate market value	—	(1,191)	614
	<u>26,800</u>	<u>180,618</u>	<u>125,099</u>
Obligations under guarantees	<u>15,500</u>	<u>165,000</u>	<u>20,562</u>
	<u>\$42,300</u>	<u>\$345,618</u>	<u>\$145,661</u>

Schedule 2.17

NET TRANSFER TO THE PENSION FUND

	In thousands						1991 Total	1990 Total
	Local Authorities Pension Plan Act	Members of the Legislative Assembly Pension Plan Act	Public Service Management Pension Plan Act	Public Service Pension Plan Act	Special Forces Pension Plan Act	Universities Academic Pension Plan Act		
Receipts:								
Contributions:								
Employees	\$123,934	\$ —	\$14,786	\$ 72,987	\$ 8,006	\$18,622	\$238,335	\$217,625
Employers	141,740	—	24,805	70,072	9,058	19,804	265,479	242,764
Members of Legislative Assembly	—	511	—	—	—	—	511	539
Province of Alberta	—	484	—	—	—	—	484	496
Miscellaneous	34	—	—	—	—	6	40	46
	<u>265,708</u>	<u>995</u>	<u>39,591</u>	<u>143,059</u>	<u>17,064</u>	<u>38,432</u>	<u>504,849</u>	<u>461,470</u>
Payments:								
Benefits	147,966	2,534	44,864	88,319	13,403	26,187	323,273	295,934
Withdrawals	22,715	—	2,567	17,416	662	4,335	47,695	45,436
	<u>170,681</u>	<u>2,534</u>	<u>47,431</u>	<u>105,735</u>	<u>14,065</u>	<u>30,522</u>	<u>370,968</u>	<u>341,370</u>
Net transfer to the Pension Fund	<u>\$ 95,027</u>	<u>\$ (1,539)</u>	<u>\$ (7,840)</u>	<u>\$ 37,324</u>	<u>\$ 2,999</u>	<u>\$ 7,910</u>	<u>\$133,881</u>	
1990 comparative figures	<u>\$ 85,952</u>	<u>\$ (1,520)</u>	<u>\$ (7,350)</u>	<u>\$ 29,850</u>	<u>\$ 3,923</u>	<u>\$ 9,245</u>		<u>\$120,100</u>

Schedule 2.18

GUARANTEED LIABILITIES OF GOVERNMENT ENTITIES

	In thousands					Total 1991	Total 1990
	Held by Alberta Heritage Savings Trust Fund	Held by Farm Credit Stability and Small Business Term Assistance Funds	Held by Alberta Provincial Corporation Loan Fund	Held by Others			
Debentures:							
Alberta Municipal Financing Corporation	\$ 710,000	\$ —	\$ —	\$ 4,827,722	\$ 5,537,722	\$ 5,618,128	
Alberta Mortgage and Housing Corporation	2,138,667	—	—	107,248	2,245,915	3,033,775	
Alberta Government Telephones Commission	—	—	—	1,276,790	1,276,790	2,535,985	
Alberta Resources Railway Corporation	—	—	—	50,000	50,000	70,000	
	<u>2,848,667</u>	<u>—</u>	<u>—</u>	<u>6,261,760</u>	<u>9,110,427</u>	<u>11,257,888</u>	
Deposits:							
Treasury Branches Deposits Fund	—	660,673	—	6,465,640	7,126,313	6,861,543	
Promissory Notes:							
Alberta Government Telephones Commission	—	—	162,868	—	162,868	289,381	
Alberta Mortgage and Housing Corporation	—	—	18,926	—	18,926	11,866	
	—	—	181,794	—	181,794	301,247	
Bank Loans and Other Liabilities:							
NovAtel Communications Ltd.	—	—	—	339,491	339,491	—	
NovAtel Carcom Inc.	—	—	—	23,200	23,200	—	
Alberta Terminals Canola Crushers Ltd.	—	—	—	9,093	9,093	8,316	
Alberta Terminals Ltd.	—	—	—	—	—	1,000	
	—	—	—	371,784	371,784	9,316	
	<u>\$ 2,848,667</u>	<u>\$660,673</u>	<u>\$181,794</u>	<u>\$13,099,184</u>	<u>\$16,790,318</u>	<u>\$18,429,994</u>	

Note 1 Guarantees include principal borrowings only and exclude guaranteed interest, the amount of which is not determinable.

Note 2 The net asset positions from the most recent audited financial statements of government entities with guaranteed liabilities are reported below, to assist in an assessment of whether they have sufficient assets to meet their liabilities.

Entity	Date	Position	In thousands	
			1991	1990
Alberta Municipal Financing Corporation	December 31, 1990	Shareholders' equity	\$ 790,262	\$ 719,518
Alberta Mortgage and Housing Corporation	March 31, 1991	Deficit	\$ (461,042)	\$ (580,762)
Alberta Government Telephones Commission	December 31, 1990	(Deficit)		
		Retained earnings	\$ (95,513)	\$ 229,130
Alberta Resources Railway Corporation	December 31, 1990		\$ —	\$ —
Treasury Branches Deposits Fund	March 31, 1991	Deficit	\$ (121,670)	\$ (140,219)
NovAtel Communications Ltd.*	December 31, 1990	Shareholders' equity	\$ 62,933	\$ 106,686
Alberta Terminals Canola Crushers Ltd.	July 31, 1990	Shareholders' equity	\$ 9,774	\$ 5,994

*Includes its wholly-owned subsidiary, NovAtel Carcom Inc.

Schedule 2.19

OTHER DEBENTURE AND LOAN GUARANTEES

	In thousands	
	1991	1990
Debentures:		
AEC Power Limited	\$ 179,926	\$ 186,383
Vencap Equities Alberta Ltd.	36,681	40,000
Chembiomed Ltd.	12,500	12,500
	<u>229,107</u>	<u>238,883</u>
Loans by Financial Institutions:		
Farm Credit Stability Fund Act	1,440,998	1,074,152
Weldwood of Canada Limited	275,642	237,796
Small Business Term Assistance Fund Act	225,055	293,329
Alberta Newsprint Funding Corporation	180,167	125,190
Students Loan Guarantee Act	145,458	126,639
354713 Alberta Ltd.	118,756	109,636
Magnesium Company of Canada Ltd.	102,750	96,400
Slave Lake Pulp Partnership	96,000	58,000
Alberta family first home program	93,529	50,881
Gainers Properties Inc.	57,346	57,346
Export program	37,390	31,701
Feeder associations	28,361	24,402
Fletcher's Fine Foods Ltd. and subsidiaries	18,904	12,872
Agricultural Societies Act	14,433	15,854
Northern Steel Inc.	13,914	14,527
Smoky River Coal Limited	13,680	542
397706 Alberta Ltd.	10,400	12,000
Ribbon Creek Alpine Village	10,243	10,259
Gainers Inc.	10,000	7,122
Alberta capital loan program	9,026	4,666
Alberta-Pacific Terminals Ltd.	8,429	8,291
Irrigation Act	5,435	4,075
Sunpine Forest Products Ltd.	4,098	4,465
Centre for Frontier Engineering Research	3,800	2,893
Stampeder Football Club Ltd.	3,216	2,517
Ski Kananaskis Inc.	2,939	2,567
Rural utilities loans	2,398	2,472
Sprung Instant Structures Ltd.	2,251	3,000
XL Food Systems Ltd.	2,186	1,500
Pelorus Navigation Systems Inc.	1,500	—
Canadian Professional Munitions Ltd.	1,384	800
Small grain dealers program	1,280	560
Edmonton Space Sciences Foundation	1,076	1,103
Atlas Lumber (Alberta) Ltd.	873	954
Saprae Creek Cooperative Ltd.	807	938
Ventech Healthcare Inc.	749	—
Nortech Surveys (Canada) Inc.	700	700
Universal Industries Ltd.	600	600
Department of Culture and Multiculturalism Act	560	517
Arthur Andersen Inc. (Receiver and Manager for Myrias Research Corporation)	500	—
Regional Planning Commissions	355	626
Tycor International Inc.	300	300
Frenger Canada Inc.	228	231
Farm implement dealers program	198	469
Score Energy Products Inc.	175	198
Centennial Food Corporation	—	15,000
Peace River Fertilizer Inc.	—	6,413
Alert Disaster Control Inc.	—	4,450
General Composites Canada Ltd.	—	3,000
Ski-Free Marine Inc.	—	2,416
Alberta White Wood Industries Ltd.	—	2,295
Agra Industries Ltd.	—	2,000
Peat Marwick Thorne Inc. (Receiver and Manager for General Systems Research Inc.)	—	800
Teknica Resource Development Ltd.	—	400
LDM Enterprises Ltd.	—	111
Pine Creek Marine Ltd.	—	30
Co-operative marketing associations	—	13
	<u>2,948,089</u>	<u>2,440,018</u>

Schedule 2.19 (cont'd)

OTHER DEBENTURE AND LOAN GUARANTEES (cont'd)

	In thousands	
	1991	1990
Federal Loans:		
Agricultural Societies Act	\$ 14,652	\$ 15,203
Federal-provincial employment loans program	<u>1,069</u>	<u>1,505</u>
	<u>15,721</u>	<u>16,708</u>
Mortgage Loans:		
University of Alberta	2,485	2,539
University of Lethbridge	2,150	2,165
University of Calgary	1,688	1,721
Banff Centre for Continuing Education	<u>1,517</u>	<u>1,644</u>
	<u>7,840</u>	<u>8,069</u>
	3,200,757	2,703,678
Less: Estimated liability for principal and accrued interest (Schedule 2.10)	<u>214,998</u>	<u>76,409</u>
	<u>\$2,985,759</u>	<u>\$2,627,269</u>

SECTION 3

1990-91

PUBLIC ACCOUNTS

GENERAL REVENUE FUND EXPENDITURE AND REVENUE BY DEPARTMENT

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**GENERAL REVENUE FUND EXPENDITURE AND
REVENUE BY DEPARTMENT
FOR THE YEAR ENDED MARCH 31, 1991**

Introduction:

Section 77(2)(b) of the Financial Administration Act requires the Public Accounts to include "a summary of expenditures made under each appropriation".

The expenditure statements in this section show, for each department, details of voted and, where applicable, statutory expenditure by program and sub-program, and by program and object. Actual expenditure is compared to the funds provided in the original estimates, subsequently reduced or increased by prior year liabilities and special warrants, and adjusted by transfers between sub-programs and/or objects of expenditure.

A statement of revenue is also included for each department.

The statements in this section are an integral part of the General Revenue Fund financial statements in Section 2.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Legislative Assembly is the Parliament of Alberta, consisting of members who are elected by the people of Alberta. Through them Albertans make Provincial laws and provide money needed by the Government for the present and future good of the people of the Province. In keeping with the time-honoured tradition of parliamentary self-government, the Lieutenant Governor gives assent to the laws so made by Albertans.

Statement No. 3.1.1

LEGISLATIVE ASSEMBLY
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Support to the Legislative Assembly	\$ 20,827,781	\$ —	\$ 174,020	\$ —	\$ 21,001,801	\$ 20,996,002	\$ 5,799
2	Office of the Auditor General	11,260,563	—	—	—	11,260,563	10,891,885	368,678
3	Office of the Ombudsman	1,228,900	—	—	—	1,228,900	1,086,932	141,968
4	Office of the Chief Electoral Officer	616,905	—	121,390	—	738,295	677,860	60,435
	TOTAL 1991	\$ 33,934,149	\$ —	\$ 295,410	\$ —	\$ 34,229,559	\$ 33,652,679	\$ 576,880
	TOTAL 1990	\$ 34,826,056	\$ (329,781) (a)	\$ 2,380,752	\$ —	\$ 36,877,027	\$ 32,555,090	\$ 4,321,937

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

LEGISLATIVE ASSEMBLY
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Support to the Legislative Assembly							
	Salaries, wages and employee benefits	\$ 6,163,438	\$ —	\$ 118,120	\$ 679,650	\$ 6,961,208	\$ 6,966,384	\$ (5,176)
	Supplies and services	7,002,199	—	54,600	(691,200)	6,365,599	6,421,721	(56,122)
	Grants	3,200	—	—	—	3,200	1,100	2,100
	Purchase of fixed assets	549,830	—	1,300	31,550	582,680	518,740	63,940
	Other	7,109,114	—	—	(20,000)	7,089,114	7,088,057	1,057
	TOTAL 1991	\$ 20,827,781	\$ —	\$ 174,020	\$ —	\$ 21,001,801	\$ 20,996,002	\$ 5,799
	TOTAL 1990	\$ 18,507,505	\$ (329,781)	\$ 2,213,752	\$ —	\$ 20,391,476	\$ 19,869,445	\$ 522,031
2	Office of the Auditor General							
	Salaries, wages and employee benefits	\$ 8,129,821	\$ —	\$ —	\$ (325,000)	\$ 7,804,821	\$ 7,610,094	\$ 194,727
	Supplies and services	2,892,950	—	—	325,000	3,217,950	3,047,845	170,105
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	237,792	—	—	—	237,792	233,946	3,846
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 11,260,563	\$ —	\$ —	\$ —	\$ 11,260,563	\$ 10,891,885	\$ 368,678
	TOTAL 1990	\$ 10,948,811	\$ —	\$ —	\$ —	\$ 10,948,811	\$ 10,524,774	\$ 424,037
3	Office of the Ombudsman							
	Salaries, wages and employee benefits	\$ 998,400	\$ —	\$ —	\$ (45,300)	\$ 953,100	\$ 841,824	\$ 111,276
	Supplies and services	230,500	—	—	32,600	263,100	233,436	29,664
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	12,700	12,700	11,672	1,028
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,228,900	\$ —	\$ —	\$ —	\$ 1,228,900	\$ 1,086,932	\$ 141,968
	TOTAL 1990	\$ 1,107,490	\$ —	\$ 167,000	\$ —	\$ 1,274,490	\$ 1,213,300	\$ 61,190
4	Office of the Chief Electoral Officer							
	Salaries, wages and employee benefits	\$ 421,355	\$ —	\$ —	\$ —	\$ 421,355	\$ 411,800	\$ 9,555
	Supplies and services	194,050	—	121,390	(12,200)	303,240	257,173	46,067
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,500	—	—	12,200	13,700	8,887	4,813
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 616,905	\$ —	\$ 121,390	\$ —	\$ 738,295	\$ 677,860	\$ 60,435
	TOTAL 1990	\$ 4,262,250	\$ —	\$ —	\$ —	\$ 4,262,250	\$ 947,571	\$ 3,314,679
	Department Total 1991	\$ 33,934,149	\$ —	\$ 295,410	\$ —	\$ 34,229,559	\$ 33,652,679	\$ 576,880
	Department Total 1990	\$ 34,826,056	\$ (329,781)(a)	\$ 2,380,752	\$ —	\$ 36,877,027	\$ 32,555,090	\$ 4,321,937

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.1.3

LEGISLATIVE ASSEMBLY
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Support to the Legislative Assembly		
1.0.1	Administration	\$ 533,157	\$ 507,958
1.0.2	House services	1,217,849	1,320,981
1.0.3	M.L.A. administration	13,869,076	13,893,008
1.0.4	Speaker and deputy speaker - office services	336,626	343,875
1.0.5	Government members' services	1,283,400	1,284,335
1.0.6	Official opposition services	933,232	934,592
1.0.7	Liberal Party services	525,658	545,105
1.0.9	Legislature committees	454,140	424,881
1.0.10	Legislative interns	94,014	75,377
1.0.11	Hansard	697,266	679,149
1.0.12	Legislature library	883,363	877,307
1.0.13	Electoral Boundaries Commission	—	109,434
		<u>20,827,781</u>	<u>20,996,002</u>
2	Office of the Auditor General		
2.0.1	Office of the Auditor General	<u>11,260,563</u>	<u>10,891,885</u>
3	Office of the Ombudsman		
3.0.1	Edmonton office	959,200	837,123
3.0.2	Calgary office	<u>269,700</u>	<u>249,809</u>
		<u>1,228,900</u>	<u>1,086,932</u>
4	Office of the Chief Electoral Officer		
4.0.1	Administrative support	458,855	461,236
4.0.2	Elections	2,000	64,258
4.0.3	Enumerations	<u>156,050</u>	<u>152,366</u>
		<u>616,905</u>	<u>677,860</u>
	Department Total	<u>\$ 33,934,149</u>	<u>\$ 33,652,679</u>

LEGISLATIVE ASSEMBLY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Fees, Permits and Licences:		
Audit fees	\$ 873,374	\$685,109
Other	<u>200</u>	<u>3,940</u>
	<u>873,574</u>	<u>689,049</u>
Other Revenue:		
Refunds of expenditure	63,485	98,262
Miscellaneous	<u>67,260</u>	<u>64,845</u>
	<u>130,745</u>	<u>163,107</u>
Total revenue	<u>\$1,004,319</u>	<u>\$852,156</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Advanced Education is responsible for the establishment, operation, administration and coordination of higher and further education programs, services and institutions; and for the development and implementation of government programs to ensure that Albertans, according to individual interests and capabilities, have the opportunity to participate in post-secondary education.

Statement No. 3.2.1

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 3,360,000	\$ —	\$ —	\$ —	\$ 3,360,000	\$ 3,261,508	\$ 98,492
2	Assistance to Higher and Further Educational Institutions							
2.1	Program Support	39,252,600	—	—	(343,200)	38,909,400	38,221,165	688,235
2.2	Provincially Administered Institutions - Operating	38,581,700	—	—	240	38,581,940	38,249,325	332,615
2.3	Private Colleges - Operating	6,846,500	—	—	325,100	7,171,600	7,171,538	62
2.4	Technical Institutes - Operating	129,450,600	—	—	(71,900)	129,378,700	129,378,655	45
2.5	Public Colleges - Operating	169,651,500	—	—	—	169,651,500	169,520,821	130,679
2.6	Universities - Operating	457,697,500	—	—	—	457,697,500	457,668,572	28,928
2.7	Hospital-Based Nursing Education - Operating	13,397,900	—	440,000	—	13,837,900	13,633,623	204,277
2.8	Post-Secondary Institutions - Capital	44,023,000	—	—	89,760	44,112,760	43,476,125	636,635
		898,901,300	—	440,000	—	899,341,300	897,319,824	2,021,476
3	Financial Assistance to Students	104,312,000	—	—	—	104,312,000	97,063,391	7,248,609
	TOTAL 1991	\$ 1,006,573,300	\$ —	\$ 440,000	\$ —	\$ 1,007,013,300	\$ 997,644,723	\$ 9,368,577
	TOTAL 1990 (a)	\$ 988,276,806	\$ —	\$ —	\$ —	\$ 988,276,806	\$ 980,127,890	\$ 8,148,916

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,385,300	\$ —	\$ —	\$ —	\$ 2,385,300	\$ 2,372,461	\$ 12,839
	Supplies and services	872,220	—	—	(24,000)	848,220	762,931	85,289
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	50,700	—	—	24,000	74,700	74,589	111
	Other	51,780	—	—	—	51,780	51,527	253
	TOTAL 1991	\$ 3,360,000	\$ —	\$ —	\$ —	\$ 3,360,000	\$ 3,261,508	\$ 98,492
	TOTAL 1990 (a)	\$ 3,217,740	\$ —	\$ —	\$ —	\$ 3,217,740	\$ 3,165,639	\$ 52,101
2	Assistance to Higher and Further Educational Institutions							
	Salaries, wages and employee benefits	\$ 36,183,900	\$ —	\$ —	\$ (149,760)	\$ 36,034,140	\$ 35,603,386	\$ 430,754
	Supplies and services	9,163,400	—	—	400,975	9,564,375	9,573,661	(9,286)
	Grants	852,757,000	—	440,000	(340,975)	852,856,025	851,235,571	1,620,454
	Purchase of fixed assets	797,000	—	—	89,760	886,760	907,206	(20,446)
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 898,901,300	\$ —	\$ 440,000	\$ —	\$ 899,341,300	\$ 897,319,824	\$ 2,021,476
	TOTAL 1990 (a)	\$ 876,667,666	\$ —	\$ —	\$ —	\$ 876,667,666	\$ 871,110,339	\$ 5,557,327
3	Financial Assistance to Students							
	Salaries, wages and employee benefits	\$ 3,950,000	\$ —	\$ —	\$ —	\$ 3,950,000	\$ 3,948,522	\$ 1,478
	Supplies and services	1,488,600	—	—	(100,000)	1,388,600	1,381,157	7,443
	Grants	90,145,600	—	—	—	90,145,600	84,378,648	5,766,952
	Purchase of fixed assets	37,400	—	—	100,000	137,400	135,001	2,399
	Other	8,690,400	—	—	—	8,690,400	7,220,063	1,470,337
	TOTAL 1991	\$ 104,312,000	\$ —	\$ —	\$ —	\$ 104,312,000	\$ 97,063,391	\$ 7,248,609
	TOTAL 1990	\$ 108,391,400	\$ —	\$ —	\$ —	\$ 108,391,400	\$ 105,851,912	\$ 2,539,488
Department Total 1991		\$ 1,006,573,300	\$ —	\$ 440,000	\$ —	\$ 1,007,013,300	\$ 997,644,723	\$ 9,368,577
Department Total 1990 (a)		\$ 988,276,806	\$ —	\$ —	\$ —	\$ 988,276,806	\$ 980,127,890	\$ 8,148,916

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.2.3

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 211,842	\$ 230,319
1.0.2	Minister's committees	227,770	160,411
1.0.3	General administration	2,920,388	2,870,778
		<u>3,360,000</u>	<u>3,261,508</u>
2	Assistance to Higher and Further Educational Institutions		
2.1	Program Support		
2.1.1	Program administration	3,589,100	3,564,959
2.1.2	Program development	1,947,200	1,014,299
2.1.3	Community consortia	4,478,600	4,557,867
2.1.4	Special purpose grants	1,921,300	1,501,784
2.1.5	Further education	6,114,500	6,144,233
2.1.6	Cost-shared programs	3,881,900	3,958,891
2.1.7	Endowment and Incentive Fund	11,553,900	10,985,273
2.1.8	Other program support	5,766,100	6,493,859
2.2	Provincially Administered Institutions - Operating		
2.2.1	Service funding	1,324,000	994,669
2.2.2	Alberta Vocational Centre - Calgary	8,385,900	8,425,679
2.2.3	Alberta Vocational Centre - Edmonton	11,108,100	11,189,128
2.2.4	Alberta Vocational Centre - Lesser Slave Lake	10,784,900	10,680,055
2.2.5	Alberta Vocational Centre - Lac La Biche	6,978,800	6,959,794
2.3	Private Colleges - Operating		
2.3.1	Camrose Lutheran College	2,839,800	2,964,253
2.3.2	Canadian Union College	409,700	432,929
2.3.3	Concordia College	2,819,600	2,970,201
2.3.4	The King's College	777,400	804,155
2.4	Technical Institutes - Operating		
2.4.1	Northern Alberta Institute of Technology	66,354,600	67,960,923
2.4.2	Southern Alberta Institute of Technology	60,002,000	60,002,031
2.4.3	Westerra Institute of Technology	3,094,000	1,415,701
2.5	Public Colleges - Operating		
2.5.1	Alberta College of Art	5,742,400	5,789,707
2.5.2	Fairview College	9,609,700	9,578,233
2.5.3	Grande Prairie Regional College	13,391,000	13,383,511
2.5.4	Grant MacEwan Community College	23,854,800	23,854,818
2.5.5	Keyano College	15,476,300	15,478,018
2.5.6	Lakeland College	14,936,100	14,784,108
2.5.7	Lethbridge Community College	15,907,200	15,912,912
2.5.8	Medicine Hat College	10,981,900	10,981,474
2.5.9	Mount Royal College	29,507,300	29,507,308
2.5.10	Olds College	11,783,300	11,773,336
2.5.11	Red Deer College	18,461,500	18,475,396

Vote and Ref. No.	Program/Element	Estimates	Expended
2.6	Universities - Operating		
2.6.1	Athabasca University	\$ 16,164,800	\$ 16,154,313
2.6.2	University of Alberta	244,379,900	244,361,236
2.6.3	University of Calgary	150,997,000	150,997,235
2.6.4	University of Lethbridge	33,115,800	33,115,763
2.6.5	Banff Centre	13,040,000	13,040,025
2.7	Hospital-Based Nursing Education - Operating		
2.7.1	Alberta Hospital Edmonton	621,000	168,000
2.7.2	Alberta Hospital Ponoka	638,500	805,676
2.7.3	Foothills Provincial General Hospital	3,845,000	4,034,911
2.7.4	Misericordia Hospital	1,699,000	1,780,650
2.7.5	Royal Alexandra Hospitals	2,711,900	2,821,914
2.7.6	University of Alberta Hospitals	3,882,500	4,022,472
2.8	Post-Secondary Institutions - Capital		
2.8.1	Capital construction — debt repayment	11,227,800	10,636,919
2.8.2	Capital formula funding	32,305,200	32,259,832
2.8.3	Provincially administered institutions capital purchases	490,000	579,374
		<u>898,901,300</u>	<u>897,319,824</u>
3	Financial Assistance to Students		
3.0.1	Administrative support	5,476,000	5,464,681
3.0.2	Fellowships and scholarships	46,899,800	43,339,875
3.0.3	Interest payments	12,045,800	10,893,746
3.0.4	Remissions of loans	31,200,000	30,145,026
3.0.5	Implementation of guarantees	8,690,400	7,220,063
		<u>104,312,000</u>	<u>97,063,391</u>
	Department Total	<u>\$ 1,006,573,300</u>	<u>\$ 997,644,723</u>

ADVANCED EDUCATION
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Payments from Government of Canada:		
Post secondary education	\$253,284,000	\$251,922,000
Training of manpower	27,821,396	28,055,906
Bilingualism	1,989,743	2,725,463
Vocational training, disabled persons	1,728,520	1,697,487
Citizen instruction	(103,166)	1,155,459
Other	687,907	936,098
	<u>285,408,400</u>	<u>286,492,413</u>
Fees, Permits and Licences:		
Tuition fees	999,121	1,025,868
Other	262,574	399,798
	<u>1,261,695</u>	<u>1,425,666</u>
Other Revenue:		
Refunds of expenditure:		
Canadian job strategy - cost recovery	1,107,484	—
Previous years' refunds	897,035	429,568
Provincially administered institution - cost recovery	800,794	380,287
Cafeterias	764,376	763,860
Room and board	276,793	112,407
Sale of materials and supplies	18,067	130,896
Salaries and expenses	9,319	20,387
Other	408,775	421,669
Miscellaneous:		
Student finance	8,023,629	8,617,792
Other	568,943	135,661
	<u>12,875,215</u>	<u>11,012,527</u>
Total revenue	<u>\$299,545,310</u>	<u>\$298,930,606</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Agriculture is responsible for the management of programs designed to develop all phases of agricultural activity, to promote the best use of Alberta resources in this area and to improve the incomes of those engaged in agriculture.

Statement No. 3.3.1

AGRICULTURE

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 11,339,918	\$ —	\$ —	\$ —	\$ 11,339,918	\$ 10,821,571	\$ 518,347
2	Support for Primary Production							
2.1	Program Support	2,733,162	—	—	—	2,733,162	2,699,188	33,974
2.2	Animal Products	64,575,754	—	7,060,000	—	71,635,754	70,476,939	1,158,815
2.3	Animal Health	8,479,828	—	—	—	8,479,828	8,555,186	(75,358)
2.4	Plant Products	46,556,682	—	102,100,000	—	148,656,682	144,826,583	3,830,099
		122,345,426	—	109,160,000	—	231,505,426	226,557,896	4,947,530
3	Support for Marketing and Processing							
3.1	Program Support	570,261	—	—	25,000	595,261	618,271	(23,010)
3.2	Marketing Services	17,197,565	—	19,300,000	(101,000)	36,396,565	35,426,876	969,689
3.3	Market Development	4,274,360	—	—	76,000	4,350,360	4,538,105	(187,745)
		22,042,186	—	19,300,000	—	41,342,186	40,583,252	758,934
	Less: capitalized as a voted non-budgetary disbursement	—	—	(15,000,000)	—	(15,000,000)	(15,000,000)	—
		22,042,186	—	4,300,000	—	26,342,186	25,583,252	758,934
4	Field Services							
4.1	Program Support	273,373	—	—	—	273,373	221,976	51,397
4.2	Regional Advisory Services	17,402,486	—	—	170,000	17,572,486	17,496,359	76,127
4.3	Rural Services	11,357,032	—	—	(170,000)	11,187,032	11,124,552	62,480
		29,032,891	—	—	—	29,032,891	28,842,887	190,004
5	Planning and Development							
5.1	Program Support	1,737,795	—	—	—	1,737,795	1,524,159	213,636
5.2	Economic Services	4,642,053	—	—	—	4,642,053	4,451,562	190,491
5.3	Irrigation and Resource Management	13,598,832	—	—	—	13,598,832	13,474,600	124,232
		19,978,680	—	—	—	19,978,680	19,450,321	528,359
6	Agricultural Development Lending Assistance	77,682,000	—	—	—	77,682,000	77,682,000	—
7	Crop Insurance Assistance	50,153,000	—	3,581,000	—	53,734,000	48,207,470	5,526,530
8	Agricultural Research Assistance	1,000,000	—	—	—	1,000,000	1,000,000	—
	TOTAL 1991	\$ 333,574,101(a)	\$ —	\$ 117,041,000	\$ —	\$ 450,615,101	\$ 438,145,397	\$ 12,469,704
	TOTAL 1990	\$ 314,998,788	\$ —	\$ 22,150,000	\$ —	\$ 337,148,788	\$ 333,019,688	\$ 4,129,100

(a) Includes \$299,838 transferred from Economic Development and Trade under authority of the Public Service Administrative Transfers Act.

AGRICULTURE

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 6,860,361	\$ —	\$ —	\$ —	\$ 6,860,361	\$ 6,732,150	\$ 128,211
	Supplies and services	3,127,834	—	—	(80,000)	3,047,834	2,708,718	339,116
	Grants	340,500	—	—	—	340,500	316,497	24,003
	Purchase of fixed assets	907,163	—	—	80,000	987,163	960,922	26,241
	Other	104,060	—	—	—	104,060	103,284	776
	TOTAL 1991	\$ 11,339,918	\$ —	\$ —	\$ —	\$ 11,339,918	\$ 10,821,571	\$ 518,347
	TOTAL 1990	\$ 11,275,974	\$ —	\$ —	\$ —	\$ 11,275,974	\$ 10,866,141	\$ 409,833
2	Support for Primary Production							
	Salaries, wages and employee benefits	\$ 25,765,623	\$ —	\$ 206,400	\$ 350,000	\$ 26,322,023	\$ 26,214,316	\$ 107,707
	Supplies and services	6,898,915	—	88,600	(300,000)	6,687,515	6,631,465	56,050
	Grants	89,222,368	—	108,860,000	(50,000)	198,032,368	193,305,782	4,726,586
	Purchase of fixed assets	408,520	—	5,000	—	413,520	400,771	12,749
	Other	50,000	—	—	—	50,000	5,562	44,438
	TOTAL 1991	\$ 122,345,426	\$ —	\$ 109,160,000	\$ —	\$ 231,505,426	\$ 226,557,896	\$ 4,947,530
	TOTAL 1990	\$ 124,728,927	\$ —	\$ 10,750,000	\$ —	\$ 135,478,927	\$ 135,266,214	\$ 212,713
3	Support for Marketing and Processing							
	Salaries, wages and employee benefits	\$ 5,656,419	\$ —	\$ —	\$ —	\$ 5,656,419	\$ 5,602,854	\$ 53,565
	Supplies and services	2,573,101	—	—	—	2,573,101	2,529,092	44,009
	Grants	13,621,029	—	4,300,000	—	17,921,029	17,258,720	662,309
	Purchase of fixed assets	191,637	—	—	—	191,637	192,586	(949)
	Other	—	—	15,000,000	—	15,000,000	15,000,000	—
		22,042,186	—	19,300,000	—	41,342,186	40,583,252	758,934
	Less: capitalized as a voted non-budgetary disbursement	—	—	(15,000,000)	—	(15,000,000)	(15,000,000)	—
	TOTAL 1991	\$ 22,042,186	\$ —	\$ 4,300,000	\$ —	\$ 26,342,186	\$ 25,583,252	\$ 758,934
	TOTAL 1990	\$ 19,370,857	\$ —	\$ 6,900,000	\$ —	\$ 26,270,857	\$ 25,879,652	\$ 391,205
4	Field Services							
	Salaries, wages and employee benefits	\$ 19,387,668	\$ —	\$ —	\$ 300,000	\$ 19,687,668	\$ 19,541,368	\$ 146,300
	Supplies and services	4,627,843	—	—	(300,000)	4,327,843	4,326,984	859
	Grants	4,866,250	—	—	—	4,866,250	4,828,572	37,678
	Purchase of fixed assets	151,130	—	—	—	151,130	145,963	5,167
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 29,032,891	\$ —	\$ —	\$ —	\$ 29,032,891	\$ 28,842,887	\$ 190,004
	TOTAL 1990	\$ 31,840,726	\$ —	\$ —	\$ —	\$ 31,840,726	\$ 31,623,336	\$ 217,390

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.3.2 (cont'd)

AGRICULTURE

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
5	Planning and Development							
	Salaries, wages and employee benefits	\$ 12,646,414	\$ —	\$ —	\$ —	\$ 12,646,414	\$ 12,498,889	\$ 147,525
	Supplies and services	4,169,960	—	—	—	4,169,960	3,859,886	310,074
	Grants	2,763,140	—	—	—	2,763,140	2,724,914	38,226
	Purchase of fixed assets	395,746	—	—	—	395,746	364,613	31,133
	Other	3,420	—	—	—	3,420	2,019	1,401
	TOTAL 1991	\$ 19,978,680	\$ —	\$ —	\$ —	\$ 19,978,680	\$ 19,450,321	\$ 528,359
	TOTAL 1990	\$ 17,699,304	\$ —	\$ —	\$ —	\$ 17,699,304	\$ 17,318,441	\$ 380,863
6	Agricultural Development							
	Lending Assistance							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	77,682,000	—	—	—	77,682,000	77,682,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 77,682,000	\$ —	\$ —	\$ —	\$ 77,682,000	\$ 77,682,000	\$ —
	TOTAL 1990	\$ 94,315,000	\$ —	\$ —	\$ —	\$ 94,315,000	\$ 94,315,000	\$ —
7	Crop Insurance Assistance							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	50,153,000	—	3,581,000	—	53,734,000	48,207,470	5,526,530
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 50,153,000	\$ —	\$ 3,581,000	\$ —	\$ 53,734,000	\$ 48,207,470	\$ 5,526,530
	TOTAL 1990	\$ 13,768,000	\$ —	\$ 4,500,000	\$ —	\$ 18,268,000	\$ 17,750,904	\$ 517,096
8	Agricultural Research							
	Assistance							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	1,000,000	—	—	—	1,000,000	1,000,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,000,000	\$ —	\$ —	\$ —	\$ 1,000,000	\$ 1,000,000	\$ —
	TOTAL 1990	\$ 2,000,000	\$ —	\$ —	\$ —	\$ 2,000,000	\$ —	\$ 2,000,000
	Department Total 1991	\$ 333,574,101(a)	\$ —	\$ 117,041,000	\$ —	\$ 450,615,101	\$ 438,145,397	\$ 12,469,704
	Department Total 1990	\$ 314,998,788	\$ —	\$ 22,150,000	\$ —	\$ 337,148,788	\$ 333,019,688	\$ 4,129,100

(a) Includes \$299,838 transferred from Economic Development and Trade under authority of the Public Service Administrative Transfers Act.

AGRICULTURE
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 278,623	\$ 305,307
1.0.2	Associate minister's office	205,432	217,327
1.0.3	Deputy minister's office	188,497	183,066
1.0.4	Farmers' advocate	319,758	286,834
1.0.5	Surface Rights Board	1,499,569	1,240,625
1.0.6	Finance and administration	2,198,758	2,285,953
1.0.7	Personnel services	767,418	783,242
1.0.8	Information services	3,045,828	2,839,958
1.0.9	Systems development	2,320,407	2,246,510
1.0.10	Research administration	515,628	432,749
		<u>11,339,918</u>	<u>10,821,571</u>
2	Support for Primary Production		
2.1	Program Support		
2.1.1	Assistant deputy minister - production	154,947	85,141
2.1.2	Central program support	2,578,215	2,614,047
2.2	Animal Products		
2.2.1	Administrative support	215,232	227,264
2.2.2	Beef cattle and sheep industry	1,930,296	1,870,154
2.2.3	Swine industry	668,080	692,514
2.2.4	Horse industry	510,082	527,845
2.2.5	Poultry industry	590,801	594,378
2.2.6	Regulatory services	2,922,299	3,009,310
2.2.7	Dairy production	1,579,838	1,561,298
2.2.8	Dairy processing	545,574	572,720
2.2.9	Dairy Control Board	563,552	635,677
2.2.10	Crow benefit offset	35,300,000	39,300,300
2.2.11	Red meat stabilization	19,750,000	21,485,479
2.3	Animal Health		
2.3.1	Administrative support	854,671	788,070
2.3.2	Health management	1,246,484	1,154,805
2.3.3	Veterinary pathology	2,113,594	2,161,978
2.3.4	Veterinary diagnostics	1,540,426	1,600,157
2.3.5	Meat hygiene	2,724,653	2,850,176
2.4	Plant Products		
2.4.1	Administrative support	448,664	427,160
2.4.2	Crop protection	2,116,717	2,096,439
2.4.3	Field crops	3,166,665	3,146,038
2.4.4	Tree nursery and horticultural centre	2,847,387	2,722,892
2.4.5	Special crops and horticultural research centre	2,690,093	2,778,774
2.4.6	Soils	1,556,912	1,591,398
2.4.7	Farm fertilizer price protection plan	18,900,000	18,781,831
2.4.8	Greenhouse industry assistance	800,000	619,537
2.4.9	Specialty crops stabilization	1,414,244	1,339,912
2.4.11	Crop drought assistance	12,500,000	12,500,000
2.4.12	Beekeeper sugar price reduction	116,000	67,031
2.4.13	Canada/Alberta farm income assistance program	—	98,755,571
		<u>122,345,426</u>	<u>226,557,896</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Support for Marketing and Processing		
3.1	Program Support		
3.1.1	Assistant deputy minister - marketing	\$ 145,919	\$ 162,548
3.1.2	Trade policy secretariat	424,342	455,723
3.2	Marketing Services		
3.2.1	Administrative support	142,186	131,507
3.2.2	Agri-food and processing development	3,054,938	3,720,084
3.2.3	Food processing development centre	919,445	866,779
3.2.4	Business analysis	446,947	450,202
3.2.5	Food laboratories	1,761,139	1,736,445
3.2.6	Canada/Alberta agreements on processing and marketing	10,438,117	6,479,931
3.2.7	Agricultural process sector assistance	—	21,460,000
3.2.8	Marketing council	434,793	581,928
3.3	Market Development		
3.3.1	Administrative support	342,534	380,001
3.3.2	Americas	1,079,751	1,162,558
3.3.3	Overseas	1,852,075	1,995,546
3.3.4	Alberta food processors promotion assistance	1,000,000	1,000,000
		<u>22,042,186</u>	<u>40,583,252</u>
	Less: capitalized as a voted non-budgetary disbursement	—	(15,000,000)
		<u>22,042,186</u>	<u>25,583,252</u>
4	Field Services		
4.1	Program Support		
4.1.1	Assistant deputy minister - field services	273,373	221,976
4.2	Regional Advisory Services		
4.2.1	Southern region	3,323,150	3,358,612
4.2.2	South central region	2,426,555	2,359,127
4.2.3	North central region	2,964,060	2,942,056
4.2.4	North east region	3,064,875	3,100,433
4.2.5	North west region	2,958,978	2,971,829
4.2.6	Peace region	2,664,868	2,764,302
4.3	Rural Services		
4.3.1	Administrative support	249,347	193,670
4.3.2	4-H	1,158,540	1,155,057
4.3.3	Home economics	760,583	740,447
4.3.4	Agricultural service boards	4,444,403	4,443,572
4.3.5	Agricultural societies and development committees	851,378	747,407
4.3.6	Agricultural engineering services	2,782,349	2,764,803
4.3.7	Agricultural educational services	1,110,432	1,079,596
		<u>29,032,891</u>	<u>28,842,887</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.3.3 (cont'd)

AGRICULTURE
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
5	Planning and Development		
5.1	Program Support		
5.1.1	Assistant deputy minister - planning and development	\$ 225,795	\$ 236,808
5.1.2	Planning secretariat	793,399	743,811
5.1.3	Resource planning	471,548	385,655
5.1.4	Alberta Grain Commission	247,053	157,885
5.2	Economic Services		
5.2.1	Administrative support	386,318	452,356
5.2.2	Market analysis	728,238	720,302
5.2.3	Statistics	552,506	574,805
5.2.4	Production economics	819,518	783,666
5.2.5	Farm business management	1,041,138	1,016,831
5.2.6	Canada/Alberta farm financial management and advisory services	814,497	644,789
5.2.7	Agricultural transportation	299,838	258,813
5.3	Irrigation and Resource Management		
5.3.1	Administrative support	155,173	142,428
5.3.2	Irrigation secretariat	249,887	255,698
5.3.3	Land evaluation and reclamation	2,232,222	2,221,178
5.3.4	Irrigation	3,287,325	3,223,028
5.3.5	Conservation and development	2,159,220	2,128,732
5.3.6	Canada/Alberta soil conservation initiative	4,505,000	4,531,236
5.3.7	Canada/Alberta soils agreements	1,010,005	972,300
		<u>19,978,680</u>	<u>19,450,321</u>
6	Agricultural Development Lending Assistance		
6.0.1	Alberta Agricultural Development Corporation	<u>77,682,000</u>	<u>77,682,000</u>
7	Crop Insurance Assistance		
7.0.1	Crop insurance - administration	5,703,000	5,794,840
7.0.2	High risk subsidy	4,200,000	3,739,624
7.0.3	Crop insurance premiums	<u>40,250,000</u>	<u>38,673,006</u>
		<u>50,153,000</u>	<u>48,207,470</u>
8	Agricultural Research Assistance		
8.0.1	Alberta Agricultural Research Institute	<u>1,000,000</u>	<u>1,000,000</u>
	Department Total	<u>\$ 333,574,101(a)</u>	<u>\$ 438,145,397</u>

(a) Includes \$299,838 transferred from Economic Development and Trade under authority of the Public Service Administrative Transfers Act.

AGRICULTURE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
Canada/Alberta 1990 Farm Income Assistance Program	\$ 89,200,000	\$ —
Agriculture processing and marketing agreement	2,477,802	2,553,894
Other	549,811	509,226
	<u>92,227,613</u>	<u>3,063,120</u>
Fees, Permits and Licences:		
Brand inspection	1,696,093	1,719,938
Brand registration fees	265,380	278,388
Farm livestock veterinary laboratory fees	203,051	193,225
Swine breeding	122,142	128,731
Soil and feed testing	98,543	111,615
Livestock water program	93,370	130,293
Dairy laboratory testing	92,199	93,277
Other	452,792	402,653
	<u>3,023,570</u>	<u>3,058,120</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	4,417,650	2,009,051
Dairy Board Act	475,924	411,650
Other	16,228	3,019
Sales of assets	100,646	567,557
Miscellaneous	481,307	635,886
	<u>5,491,755</u>	<u>3,627,163</u>
Total revenue	<u>\$100,742,938</u>	<u>\$9,748,403</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Attorney General's Department provides legal services to the Government and the various government departments and is responsible for the administration of justice and enforcement of laws within the Province.

Statement No. 3.4.1

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 8,451,000	\$ —	\$ —	\$ —	\$ 8,451,000	\$ 8,200,321	\$ 250,679
2	Court Services							
2.1	Court Support Services	8,375,450	—	250,000	(376,300)	8,249,150	8,527,344	(278,194)
2.2	Court Operations - Calgary Region	16,634,960	—	400,000	15,000	17,049,960	17,176,546	(126,586)
2.3	Court Operations - Edmonton Region	18,002,450	—	750,000	553,430	19,305,880	18,902,761	403,119
2.4	Court Operations - Northern Region	10,723,210	—	—	(237,141)	10,486,069	10,464,673	21,396
2.5	Court Operations - Southern Region	7,413,930	—	200,000	45,011	7,658,941	7,625,389	33,552
		61,150,000	—	1,600,000	—	62,750,000	62,696,713	53,287
3	Legal Services							
3.1	Law Reform	303,300	—	—	—	303,300	303,300	—
3.2	Legislative Counsel	1,211,000	—	65,000	(625)	1,275,375	1,232,235	43,140
3.3	Civil Division	9,273,110	—	6,500,000	625	15,773,735	14,461,195	1,312,540
3.4	Criminal Justice Division	14,845,540	—	2,508,000	—	17,353,540	17,819,989	(466,449)
3.5	Maintenance Enforcement	4,179,000	—	—	—	4,179,000	4,131,109	47,891
		29,811,950	—	9,073,000	—	38,884,950	37,947,828	937,122
4	Support for Legal Aid	15,650,000	—	—	—	15,650,000	15,650,000	—
5	Protection and Administration of Property Rights							
5.1	Property Services	24,761,191	—	622,000	—	25,383,191	25,176,261	206,930
5.2	Land Compensation	385,000	—	—	—	385,000	255,894	129,106
		25,146,191	—	622,000	—	25,768,191	25,432,155	336,036
6	Fatality Inquiries	3,941,000	—	—	—	3,941,000	3,920,751	20,249
7	Crimes Compensation	1,081,180	—	400,000	—	1,481,180	1,330,344	150,836
	TOTAL 1991	\$ 145,231,321(b)	\$ —	\$ 11,695,000	\$ —	\$ 156,926,321	\$ 155,178,112	\$ 1,748,209
	TOTAL 1990 (a)	\$ 138,837,129	\$ (294,299)(c)	\$ 10,252,000	\$ —	\$ 148,794,830	\$ 146,772,029	\$ 2,022,801

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$229,890 transferred to Family and Social Services and \$2,609,160 transferred to Public Works, Supply and Services under the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates were charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 6,892,730	\$ —	\$ —	\$ —	\$ 6,892,730	\$ 6,710,966	\$ 181,764
	Supplies and services	1,394,990	—	—	(4,000)	1,390,990	1,324,930	66,060
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	108,500	—	—	—	108,500	108,464	36
	Other	54,780	—	—	4,000	58,780	55,961	2,819
	TOTAL 1991	\$ 8,451,000	\$ —	\$ —	\$ —	\$ 8,451,000	\$ 8,200,321	\$ 250,679
	TOTAL 1990	\$ 7,795,600	\$ —	\$ —	\$ —	\$ 7,795,600	\$ 7,670,192	\$ 125,408
2	Court Services							
	Salaries, wages and employee benefits	\$ 49,534,560	\$ —	\$ 680,000	\$ —	\$ 50,214,560	\$ 50,150,245	\$ 64,315
	Supplies and services	10,849,700	—	920,000	—	11,769,700	11,929,014	(159,314)
	Grants	169,390	—	—	—	169,390	161,061	8,329
	Purchase of fixed assets	596,350	—	—	—	596,350	456,393	139,957
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 61,150,000	\$ —	\$ 1,600,000	\$ —	\$ 62,750,000	\$ 62,696,713	\$ 53,287
	TOTAL 1990	\$ 60,015,350	\$ —	\$ —	\$ —	\$ 60,015,350	\$ 59,827,426	\$ 187,924
3	Legal Services							
	Salaries, wages and employee benefits	\$ 23,856,600	\$ —	\$ 208,000	\$ 40,000	\$ 24,104,600	\$ 24,211,796	\$ (107,196)
	Supplies and services	5,358,650	—	8,865,000	—	14,223,650	13,196,140	1,027,510
	Grants	340,800	—	—	—	340,800	340,800	—
	Purchase of fixed assets	255,900	—	—	(40,000)	215,900	199,092	16,808
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 29,811,950	\$ —	\$ 9,073,000	\$ —	\$ 38,884,950	\$ 37,947,828	\$ 937,122
	TOTAL 1990	\$ 27,947,250	\$ (254,273)	\$ 8,690,000	\$ —	\$ 36,382,977	\$ 34,997,520	\$ 1,385,457
4	Support for Legal Aid							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	15,650,000	—	—	—	15,650,000	15,650,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 15,650,000	\$ —	\$ —	\$ —	\$ 15,650,000	\$ 15,650,000	\$ —
	TOTAL 1990	\$ 15,650,000	\$ —	\$ —	\$ —	\$ 15,650,000	\$ 15,650,000	\$ —
5	Protection and Administration of Property Rights							
	Salaries, wages and employee benefits	\$ 18,354,401	\$ —	\$ 420,000	\$ —	\$ 18,774,401	\$ 18,559,061	\$ 215,340
	Supplies and services	6,514,220	—	202,000	—	6,716,220	6,677,312	38,908
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	277,570	—	—	—	277,570	195,782	81,788
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 25,146,191	\$ —	\$ 622,000	\$ —	\$ 25,768,191	\$ 25,432,155	\$ 336,036
	TOTAL 1990 (a)	\$ 22,660,299	\$ —	\$ 1,162,000	\$ —	\$ 23,822,299	\$ 23,630,440	\$ 191,859

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.4.2 (cont'd)

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Fatality Inquiries							
	Salaries, wages and employee benefits	\$ 2,369,000	\$ —	\$ —	\$ 36,000	\$ 2,405,000	\$ 2,409,295	\$ (4,295)
	Supplies and services	1,533,570	—	—	(36,000)	1,497,570	1,474,862	22,708
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	38,430	—	—	—	38,430	36,594	1,836
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 3,941,000	\$ —	\$ —	\$ —	\$ 3,941,000	\$ 3,920,751	\$ 20,249
	TOTAL 1990	\$ 3,699,920	\$ (37,851)	\$ 50,000	\$ —	\$ 3,712,069	\$ 3,711,019	\$ 1,050
7	Crimes Compensation							
	Salaries, wages and employee benefits	\$ 89,000	\$ —	\$ —	\$ 4,500	\$ 93,500	\$ 92,967	\$ 533
	Supplies and services	113,460	—	—	(4,500)	108,960	114,465	(5,505)
	Grants	878,720	—	400,000	—	1,278,720	1,122,912	155,808
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,081,180	\$ —	\$ 400,000	\$ —	\$ 1,481,180	\$ 1,330,344	\$ 150,836
	TOTAL 1990	\$ 1,068,710	\$ (2,175)	\$ 350,000	\$ —	\$ 1,416,535	\$ 1,285,432	\$ 131,103
	Department Total 1991	\$ 145,231,321(b)	\$ —	\$ 11,695,000	\$ —	\$ 156,926,321	\$ 155,178,112	\$ 1,748,209
	Department Total 1990 (a)	\$ 138,837,129	\$ (294,299)(c)	\$ 10,252,000	\$ —	\$ 148,794,830	\$ 146,772,029	\$ 2,022,801

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$229,890 transferred to Family and Social Services and \$2,609,160 transferred to Public Works, Supply and Services under the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates were charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.4.3

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 299,000	\$ 315,750
1.0.2	Deputy minister's office	431,000	351,070
1.0.3	Administrative services	2,205,000	2,307,854
1.0.4	Executive management	453,000	345,049
1.0.5	Personnel	1,043,000	1,045,416
1.0.6	Finance	1,834,000	1,789,832
1.0.7	Planning and policy coordination	341,000	315,083
1.0.8	Systems and information services	1,437,000	1,404,251
1.0.9	Internal audit	408,000	326,016
		<u>8,451,000</u>	<u>8,200,321</u>
2	Court Services		
2.1	Court Support Services		
2.1.1	General administration	1,977,190	1,938,213
2.1.2	Central reporting services	575,640	562,494
2.1.3	Chief provincial judge's office	621,470	656,739
2.1.4	Law libraries	2,910,040	2,966,890
2.1.5	Justices of the peace	71,260	57,712
2.1.6	Court system improvements	2,219,850	2,345,296
2.2	Court Operations - Calgary Region		
2.2.1	Court of Queen's Bench	3,837,600	4,077,686
2.2.2	Provincial - criminal	4,374,240	4,583,765
2.2.3	Provincial - civil	2,212,850	2,391,048
2.2.4	Central court recording	876,990	904,188
2.2.5	Family and juvenile	2,016,670	2,048,272
2.2.6	Court reporters	1,368,730	1,276,418
2.2.7	Sheriff	1,300,550	1,235,686
2.2.8	Regional support	647,330	659,483
2.3	Court Operations - Edmonton Region		
2.3.1	Court of Queen's Bench	3,811,900	4,144,757
2.3.2	Provincial - criminal	5,059,350	5,477,878
2.3.3	Provincial - civil	2,260,370	2,363,305
2.3.5	Family and juvenile	2,016,990	1,917,132
2.3.6	Court reporters	2,178,680	2,255,654
2.3.7	Sheriff	1,821,460	1,839,600
2.3.8	Regional support	853,700	904,435
2.4	Court Operations - Northern Region		
2.4.1	Grande Prairie	1,604,490	1,567,799
2.4.2	Peace River	826,540	786,200
2.4.3	Vegreville	514,740	792,316
2.4.4	Wetaskiwin	1,035,740	817,339
2.4.5	Fort McMurray	910,620	862,428
2.4.6	St. Paul	861,550	878,892
2.4.7	High Level	180,790	227,505
2.4.8	Hinton	426,060	416,050
2.4.9	Stony Plain	936,940	1,040,445
2.4.10	Sherwood Park	702,880	346,651
2.4.11	St. Albert	913,540	906,047
2.4.12	Fort Saskatchewan	371,150	363,623
2.4.13	High Prairie	343,460	380,267
2.4.14	Vermilion	371,400	369,586
2.4.15	Camrose	356,410	354,299
2.4.16	Leduc	366,900	355,226
2.5	Court Operations - Southern Region		
2.5.1	Lethbridge	2,432,285	2,512,821
2.5.2	Red Deer	2,558,650	2,600,102
2.5.3	Drumheller	449,710	429,299
2.5.4	Fort Macleod	511,120	496,427
2.5.5	Canmore	344,120	408,314
2.5.6	Medicine Hat	1,118,045	1,178,426
		<u>61,150,000</u>	<u>62,696,713</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Legal Services		
3.1	Law Reform		
3.1.1	Law reform (University of Alberta)	\$ 303,300	\$ 303,300
3.2	Legislative Counsel		
3.2.1	Legislative Counsel office	1,211,000	1,232,235
3.3	Civil Division		
3.3.1	Legal research and analysis	290,770	424,374
3.3.2	Constitutional and energy law	797,305	933,595
3.3.3	Civil law division	8,185,035	13,103,226
3.4	Criminal Justice Division		
3.4.1	Board of review	146,390	134,060
3.4.2	Executive office	576,000	640,126
3.4.4	Appeals, research and special projects	798,550	934,407
3.4.5	Special prosecutions	987,100	1,019,339
3.4.6	Computing services	712,990	826,110
3.4.7	General prosecutions	11,624,510	14,265,947
3.5	Maintenance Enforcement		
3.5.1	Maintenance enforcement office	4,179,000	4,131,109
		<u>29,811,950</u>	<u>37,947,828</u>
4	Support for Legal Aid		
4.0.1	Legal aid plan	15,650,000	15,650,000
5	Protection and Administration of Property Rights		
5.1	Property Services		
5.1.1	Public Trustee	6,245,000	6,506,533
5.1.2	Personal property registry	4,116,191	4,275,359
5.1.3	Land titles	14,400,000	14,394,369
5.2	Land Compensation		
5.2.1	Land Compensation Board	385,000	255,894
		<u>25,146,191</u>	<u>25,432,155</u>
6	Fatality Inquiries		
6.0.1	Medical examiner - Calgary	1,354,520	1,298,062
6.0.2	Medical examiner - Edmonton	1,527,880	1,509,585
6.0.3	Medical examiner - head office	1,058,600	1,113,104
		<u>3,941,000</u>	<u>3,920,751</u>
7	Crimes Compensation		
7.0.1	Crimes Compensation Board	1,081,180	1,330,344
	Department Total	<u>\$ 145,231,321(a)</u>	<u>\$ 155,178,112</u>

(a) Net of \$229,890 transferred to Family and Social Services and \$2,609,160 transferred to Public Works, Supply and Services under the Public Service Administrative Transfers Act.

Statement No. 3.4.4

ATTORNEY GENERAL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Payments from Government of Canada:		
Legal aid	\$ 6,455,923	\$ 6,742,425
Other	689,110	937,238
	<u>7,145,033</u>	<u>7,679,663</u>
Fees, Permits and Licences:		
Land titles	40,663,721	42,032,777
Personal property registry	8,377,823	7,063,077
Clerks of the Court Act	4,893,135	4,234,310
Public Trustee Act	4,472,595	2,658,897
Sheriffs' Act	1,685,159	1,575,690
Other	1,791,578	1,540,646
	<u>61,884,011</u>	<u>59,105,397</u>
Other Revenue:		
Investment income:		
Bank interest	478,728	326,946
Refunds of expenditure:		
Salaries and expenses	242,135	2,970
Previous years' refunds	47,176	112,079
Statute fines	21,581,982	20,053,014
Maintenance Enforcement Act	9,991,580	8,738,307
Fines - late payment penalty	2,493,590	338,348
Assurance Fund surpluses	2,242,890	1,960,203
Miscellaneous	1,846,504	2,047,129
	<u>38,924,585</u>	<u>33,578,996</u>
Total revenue	<u>\$107,953,629</u>	<u>\$100,364,056</u>

The Department of Career Development and Employment is responsible for the establishment, operation, administration and coordination of government programs to ensure that Albertans, according to individual capabilities, have the opportunity to prepare for and take part in productive employment.

Statement No. 3.5.1

**CAREER DEVELOPMENT AND EMPLOYMENT
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM**

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 9,564,326	\$ —	\$ —	\$ —	\$ 9,564,326	\$ 9,477,730	\$ 86,596
2	Skills Development							
2.1	Program Support	820,128	—	—	—	820,128	709,352	110,776
2.2	Apprenticeship and Trade Certification	12,352,831	—	—	330,000	12,682,831	12,257,601	425,230
2.3	Job Readiness Training	36,383,202	—	—	5,876,008	42,259,210	40,368,618	1,890,592
2.4	Federal Training Purchases	13,345,753	—	1,900,000	1,600,000	16,845,753	16,464,829	380,924
2.5	Employer Based Training	30,750,412	—	—	(8,232,370)	22,518,042	20,261,872	2,256,170
2.6	Opportunity Corps	5,549,298	—	—	57,000	5,606,298	5,179,692	426,606
2.7	Career Information and Counselling	5,240,024	—	—	369,362	5,609,386	5,568,986	40,400
		104,441,648	—	1,900,000	—	106,341,648	100,810,950	5,530,698
3	Employment and Immigration Services							
3.1	Program Support	360,611	—	—	—	360,611	316,986	43,625
3.2	Employment and Agency Support	43,510,803	—	—	(510,000)	43,000,803	40,616,617	2,384,186
3.3	Immigration and Settlement Services	5,164,908	—	—	510,000	5,674,908	5,465,119	209,789
		49,036,322	—	—	—	49,036,322	46,398,722	2,637,600
	TOTAL 1991	\$ 163,042,296	\$ —	\$ 1,900,000	\$ —	\$ 164,942,296	\$ 156,687,402	\$ 8,254,894
	TOTAL 1990 (a)	\$ 180,354,297	\$ —	\$ —	\$ —	\$ 180,354,297	\$ 165,273,773	\$ 15,080,524

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.5.2

CAREER DEVELOPMENT AND EMPLOYMENT
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 6,267,540	\$ —	\$ —	\$ —	\$ 6,267,540	\$ 6,198,366	\$ 69,174
	Supplies and services	2,891,963	—	—	—	2,891,963	2,879,067	12,896
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	353,043	—	—	—	353,043	348,771	4,272
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 9,564,326	\$ —	\$ —	\$ —	\$ 9,564,326	\$ 9,477,730	\$ 86,596
	TOTAL 1990	\$ 8,997,381	\$ —	\$ —	\$ —	\$ 8,997,381	\$ 8,669,479	\$ 327,902
2	Skills Development							
	Salaries, wages and employee benefits	\$ 25,625,854	\$ —	\$ 1,500,000	\$ 5,187,000	\$ 32,312,854	\$ 30,560,515	\$ 1,752,339
	Supplies and services	24,810,882	—	400,000	1,955,965	27,166,847	25,464,913	1,701,934
	Grants	53,349,162	—	—	(7,352,370)	45,996,792	43,944,025	2,052,767
	Purchase of fixed assets	655,750	—	—	209,405	865,155	841,497	23,658
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 104,441,648	\$ —	\$ 1,900,000	\$ —	\$ 106,341,648	\$ 100,810,950	\$ 5,530,698
	TOTAL 1990 (a)	\$ 109,546,731	\$ —	\$ —	\$ —	\$ 109,546,731	\$ 101,034,077	\$ 8,512,654
3	Employment and Immigration Services							
	Salaries, wages and employee benefits	\$ 16,428,284	\$ —	\$ —	\$ (1,180,000)	\$ 15,248,284	\$ 14,588,897	\$ 659,387
	Supplies and services	1,806,818	—	—	180,000	1,986,818	1,776,114	210,704
	Grants	30,720,220	—	—	1,000,000	31,720,220	29,965,031	1,755,189
	Purchase of fixed assets	81,000	—	—	—	81,000	68,680	12,320
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 49,036,322	\$ —	\$ —	\$ —	\$ 49,036,322	\$ 46,398,722	\$ 2,637,600
	TOTAL 1990 (a)	\$ 61,810,185	\$ —	\$ —	\$ —	\$ 61,810,185	\$ 55,570,217	\$ 6,239,968
	Department Total 1991	\$ 163,042,296	\$ —	\$ 1,900,000	\$ —	\$ 164,942,296	\$ 156,687,402	\$ 8,254,894
	Department Total 1990 (a)	\$ 180,354,297	\$ —	\$ —	\$ —	\$ 180,354,297	\$ 165,273,773	\$ 15,080,524

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

**CAREER DEVELOPMENT AND EMPLOYMENT
STATEMENT OF EXPENDITURE
BY ELEMENT**

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 219,551	\$ 217,812
1.0.2	Minister's committees	30,000	—
1.0.3	Deputy minister's office	280,455	307,426
1.0.4	Finance and administrative services	4,974,126	5,114,385
1.0.5	Planning and research	1,670,183	1,676,524
1.0.6	Policy and program development support	504,289	454,777
1.0.7	Field services support	1,885,722	1,706,806
		<u>9,564,326</u>	<u>9,477,730</u>
2	Skills Development		
2.1	Program Support		
2.1.1	Administrative support	820,128	709,352
2.2	Apprenticeship and Trade Certification		
2.2.1	Administrative support	415,281	627,532
2.2.2	Program planning and development	2,364,912	2,471,158
2.2.3	Registration and certification services	1,386,531	1,318,652
2.2.4	Access initiatives	647,550	481,996
2.2.5	Field services delivery	4,238,557	4,408,334
2.2.6	Employer delivered apprenticeship training	2,700,000	2,362,620
2.2.7	Apprenticeship awareness	600,000	587,309
2.3	Job-Readiness Training		
2.3.1	Administrative support	863,831	720,644
2.3.2	Rehabilitation training	2,590,646	1,987,600
2.3.3	Training allowances and assistance	17,060,090	20,465,897
2.3.4	Vocational training programs and courses	6,018,635	6,753,236
2.3.5	Private vocational schools support	2,000,000	1,906,902
2.3.6	Skill enhancement and retraining	7,850,000	8,534,339
2.4	Federal Training Purchases		
2.4.1	Federal training purchases	13,345,753	16,464,829
2.5	Employer-Based Training		
2.5.1	Administrative support	2,838,094	2,601,835
2.5.2	Employer-based training programs	27,912,318	17,660,037
2.6	Opportunity Corps		
2.6.1	Opportunity Corps program	5,549,298	5,179,692
2.7	Career Information and Counselling		
2.7.1	Career programs and resources	1,206,746	1,347,094
2.7.2	Hire-a-student	768,505	735,557
2.7.3	Career counselling	3,264,773	3,486,335
		<u>104,441,648</u>	<u>100,810,950</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Employment and Immigration Services		
3.1	Program Support		
3.1.1	Administrative support	\$ 360,611	\$ 316,986
3.2	Employment and Agency Support		
3.2.1	Administrative support	2,056,036	1,816,242
3.2.2	Work experience programs	39,790,000	37,117,576
3.2.3	Agency support	1,664,767	1,682,799
3.3	Immigration and Settlement Services		
3.3.1	Administrative support	195,425	288,623
3.3.2	Immigration services	770,682	695,009
3.3.3	Settlement services and agency support	2,700,851	2,666,300
3.3.4	Advisory committee	100,000	35,407
3.3.5	Language training	1,397,950	1,779,780
		<u>49,036,322</u>	<u>46,398,722</u>
	Department Total	<u>\$ 163,042,296</u>	<u>\$ 156,687,402</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.5.4

CAREER DEVELOPMENT AND EMPLOYMENT
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada	\$ —	\$1,766,070
Fees, Permits and Licences	<u>92,110</u>	<u>105,330</u>
Other Revenue:		
Refunds of expenditure	1,947,025	755,655
Miscellaneous	<u>31,024</u>	<u>64,901</u>
	<u>1,978,049</u>	<u>820,556</u>
Total revenue	<u>\$2,070,159</u>	<u>\$2,691,956</u>

The Department of Consumer and Corporate Affairs is responsible for the development and management of programs designed to advise consumers of their rights and responsibilities, and foster the orderly development of business activity in a marketplace assured of fair standards of commercial endeavour.

Statement No. 3.6.1

CONSUMER AND CORPORATE AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 3,656,420	\$ —	\$ —	\$ —	\$ 3,656,420	\$ 3,550,059	\$ 106,361
2	Consumer Services	5,875,890	—	—	—	5,875,890	5,762,102	113,788
3	Consumer Standards	5,655,550	—	—	—	5,655,550	5,320,628	334,922
4	Regulation of Securities Markets							
4.1	Securities Commission Board	1,055,500	—	38,000	—	1,093,500	904,539	188,961
4.2	Securities Commission Agency	3,778,410	—	148,000	—	3,926,410	3,981,098	(54,688)
		4,833,910	—	186,000	—	5,019,910	4,885,637	134,273
	TOTAL 1991	\$ 20,021,770(b)	\$ —	\$ 186,000	\$ —	\$ 20,207,770	\$ 19,518,426	\$ 689,344
	TOTAL 1990 (a)	\$ 19,223,056	\$ —	\$ —	\$ —	\$ 19,223,056	\$ 19,019,465	\$ 203,591

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$25,000 transferred to Executive Council under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.6.2

CONSUMER AND CORPORATE AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support							
	Services							
	Salaries, wages and employee benefits	\$ 1,719,645	\$ —	\$ —	\$ 48,000	\$ 1,767,645	\$ 1,764,777	\$ 2,868
	Supplies and services	1,694,995	—	—	(92,820)	1,602,175	1,498,020	104,155
	Grants	40,000	—	—	—	40,000	40,000	—
	Purchase of fixed assets	150,000	—	—	44,820	194,820	195,736	(916)
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 3,656,420	\$ —	\$ —	\$ —	\$ 3,656,420	\$ 3,550,059	\$ 106,361
	TOTAL 1990 (a)	\$ 3,509,540	\$ —	\$ —	\$ —	\$ 3,509,540	\$ 3,434,477	\$ 75,063
2	Consumer Services							
	Salaries, wages and employee benefits	\$ 4,898,300	\$ —	\$ —	\$ —	\$ 4,898,300	\$ 4,877,322	\$ 20,978
	Supplies and services	968,365	—	—	—	968,365	881,383	86,982
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	9,225	—	—	—	9,225	2,897	6,328
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 5,875,890	\$ —	\$ —	\$ —	\$ 5,875,890	\$ 5,762,102	\$ 113,788
	TOTAL 1990 (a)	\$ 5,639,850	\$ —	\$ —	\$ —	\$ 5,639,850	\$ 5,567,460	\$ 72,390
3	Consumer Standards							
	Salaries, wages and employee benefits	\$ 3,457,940	\$ —	\$ —	\$ —	\$ 3,457,940	\$ 3,288,568	\$ 169,372
	Supplies and services	2,185,610	—	—	—	2,185,610	2,019,826	165,784
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	12,000	—	—	—	12,000	12,234	(234)
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 5,655,550	\$ —	\$ —	\$ —	\$ 5,655,550	\$ 5,320,628	\$ 334,922
	TOTAL 1990 (a)	\$ 5,234,111	\$ —	\$ —	\$ —	\$ 5,234,111	\$ 5,204,409	\$ 29,702
4	Regulation of Securities							
	Markets							
	Salaries, wages and employee benefits	\$ 3,171,690	\$ —	\$ —	\$ 20,000	\$ 3,191,690	\$ 3,180,739	\$ 10,951
	Supplies and services	1,544,220	—	186,000	(20,000)	1,710,220	1,587,080	123,140
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	118,000	—	—	—	118,000	117,818	182
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 4,833,910	\$ —	\$ 186,000	\$ —	\$ 5,019,910	\$ 4,885,637	\$ 134,273
	TOTAL 1990	\$ 4,839,555	\$ —	\$ —	\$ —	\$ 4,839,555	\$ 4,813,119	\$ 26,436
	Department Total 1991	\$ 20,021,770(b)	\$ —	\$ 186,000	\$ —	\$ 20,207,770	\$ 19,518,426	\$ 689,344
	Department Total 1990 (a)	\$ 19,223,056	\$ —	\$ —	\$ —	\$ 19,223,056	\$ 19,019,465	\$ 203,591

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$25,000 transferred to Executive Council under authority of the Public Service Administrative Transfers Act.

CONSUMER AND CORPORATE AFFAIRS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 243,105	\$ 267,962
1.0.2	Deputy minister's office	545,190	440,926
1.0.3	Financial services	284,070	278,317
1.0.4	Personnel services	207,660	271,948
1.0.5	Administrative services	1,018,735	959,114
1.0.6	Data processing	1,357,660	1,331,792
		<u>3,656,420</u>	<u>3,550,059</u>
2	Consumer Services		
2.0.1	Regional administration	195,265	190,482
2.0.2	Edmonton regional office	1,397,010	1,459,266
2.0.3	Calgary regional office	1,339,920	1,354,333
2.0.4	Red Deer regional office	552,260	517,088
2.0.5	Northern region	720,635	691,550
2.0.6	Southern region	646,590	664,408
2.0.7	Consumer information development	1,024,210	884,975
		<u>5,875,890</u>	<u>5,762,102</u>
3	Consumer Standards		
3.0.1	Standards administration	478,500	448,241
3.0.2	Real estate standards	368,610	430,942
3.0.3	Licensing	279,310	339,640
3.0.4	Trade practices	203,050	240,600
3.0.5	Credit standards	302,640	255,542
3.0.6	Registrations	2,397,920	2,281,386
3.0.7	Cooperative standards	123,960	79,833
3.0.8	Insurance standards	1,354,200	985,656
3.0.9	Automobile Insurance Board	147,360	258,788
		<u>5,655,550</u>	<u>5,320,628</u>
4	Regulation of Securities Markets		
4.1	Securities Commission Board		
4.1.1	Board	575,590	508,682
4.1.2	Secretariat	479,910	395,857
4.2	Securities Commission Agency		
4.2.1	Chief of securities administration	254,237	262,997
4.2.2	Administration and registration	1,542,318	1,675,947
4.2.3	Market standards	436,330	496,896
4.2.4	Securities analysis	673,625	635,727
4.2.5	Franchises analysis	255,840	264,996
4.2.6	Calgary office	616,060	644,535
		<u>4,833,910</u>	<u>4,885,637</u>
	Department Total	<u>\$ 20,021,770(a)</u>	<u>\$ 19,518,426</u>

(a) Net of \$25,000 transferred to Executive Council under authority of the Public Service Administrative Transfers Act.

Statement No. 3.6.4

CONSUMER AND CORPORATE AFFAIRS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Fees, Permits and Licences:		
Business Corporations Act	\$ 7,060,263	\$ 7,281,434
Alberta Securities Commission	2,849,956	2,816,842
Insurance companies	1,239,497	1,224,169
Real estate agents	357,875	131,475
Special insurance brokers	297,990	179,762
Licensing of Trades and Businesses Act	283,705	329,001
Other	151,910	97,783
	<u>12,241,196</u>	<u>12,060,466</u>
Other Revenue:		
Refunds of expenditure	1,254	5,338
Miscellaneous	4,865	22,637
	<u>6,119</u>	<u>27,975</u>
Total revenue	<u>\$12,247,315</u>	<u>\$12,088,441</u>

The Department of Culture and Multiculturalism is responsible for the development and support of cultural and multicultural programs and services, and the restoration and conservation of historical resources.

Statement No. 3.7.1

CULTURE AND MULTICULTURALISM
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 2,412,917	\$ —	\$ —	\$ —	\$ 2,412,917	\$ 2,412,551	\$ 366
2	Cultural Development							
2.1	Program Support	651,095	—	—	88,465	739,560	735,078	4,482
2.2	Visual Arts	1,262,483	—	—	(39,000)	1,223,483	1,217,431	6,052
2.3	Performing Arts	3,975,865	—	—	7,605	3,983,470	3,967,914	15,556
2.4	Film and Literary Arts	828,043	—	—	(832)	827,211	825,938	1,273
2.5	Library Services	13,113,115	—	—	(67,306)	13,045,807	13,052,565	(6,758)
2.6	Cultural Facilities	1,324,516	—	—	(10,830)	1,313,686	1,313,685	1
2.7	Film Censorship	221,371	—	—	21,900	243,271	243,406	(135)
		21,376,488	—	—	—	21,376,488	21,356,017	20,471
3	Historical Resources Development							
3.1	Management and Operations	17,194,272	—	—	(2,200)	17,192,072	17,134,754	57,318
3.2	Historical Facility Development	383,866	—	—	—	383,866	373,917	9,949
3.3	Financial Assistance for Heritage Preservation	5,278,084	—	—	2,200	5,280,284	5,278,304	1,980
		22,856,222	—	—	—	22,856,222	22,786,975	69,247
4	Heritage Development							
4.1	Multicultural Commission Board	140,275	—	—	—	140,275	148,700	(8,425)
4.2	Program Administration	1,191,562	—	—	17,000	1,208,562	1,197,403	11,159
4.3	Multicultural Grants	50,000	—	—	(17,000)	33,000	9,000	24,000
		1,381,837	—	—	—	1,381,837	1,355,103	26,734
		48,027,464	—	—	—	48,027,464	47,910,646	116,818
STATUTORY APPROPRIATIONS								
	Culture and Multiculturalism Revolving Fund	600	—	—	—	600	10,248	(9,648)
TOTAL 1991		\$ 48,028,064	\$ —	\$ —	\$ —	\$ 48,028,064	\$ 47,920,894	\$ 107,170
TOTAL 1990 (a)		\$ 47,738,000	\$ —	\$ 1,444,000	\$ —	\$ 49,182,000	\$ 48,864,819	\$ 317,181

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.7.2

CULTURE AND MULTICULTURALISM
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers				
VOTED APPROPRIATIONS									
1	Departmental Support								
	Services								
	Salaries, wages and employee benefits	\$ 1,710,943	\$ —	\$ —	\$ 92,000	\$ 1,802,943	\$ 1,802,915	\$ 28	
	Supplies and services	640,694	—	—	(192,000)	448,694	448,639	55	
	Grants	—	—	—	—	—	—	—	
	Purchase of fixed assets	9,500	—	—	100,000	109,500	109,471	29	
	Other	51,780	—	—	—	51,780	51,526	254	
	TOTAL 1991	\$ 2,412,917	\$ —	\$ —	\$ —	\$ 2,412,917	\$ 2,412,551	\$ 366	
TOTAL 1990	\$ 2,424,379	\$ —	\$ —	\$ —	\$ 2,424,379	\$ 2,415,112	\$ 9,267		
2	Cultural Development								
	Salaries, wages and employee benefits	\$ 4,482,063	\$ —	\$ —	\$ 104,400	\$ 4,586,463	\$ 4,579,207	\$ 7,256	
	Supplies and services	1,606,042	—	—	(134,300)	1,471,742	1,471,394	348	
	Grants	15,113,513	—	—	(24,100)	15,089,413	15,076,862	12,551	
	Purchase of fixed assets	174,870	—	—	54,000	228,870	228,554	316	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 21,376,488	\$ —	\$ —	\$ —	\$ 21,376,488	\$ 21,356,017	\$ 20,471	
	TOTAL 1990	\$ 21,173,215	\$ —	\$ —	\$ —	\$ 21,173,215	\$ 20,961,403	\$ 211,812	
3	Historical Resources								
	Development								
	Salaries, wages and employee benefits	\$ 11,846,781	\$ —	\$ —	\$ 597,900	\$ 12,444,681	\$ 12,408,742	\$ 35,939	
	Supplies and services	5,597,060	—	—	(675,400)	4,921,660	4,904,197	17,463	
	Grants	5,274,139	—	—	—	5,274,139	5,270,688	3,451	
	Purchase of fixed assets	137,242	—	—	77,500	214,742	203,348	11,394	
	Other	1,000	—	—	—	1,000	—	1,000	
	TOTAL 1991	\$ 22,856,222	\$ —	\$ —	\$ —	\$ 22,856,222	\$ 22,786,975	\$ 69,247	
TOTAL 1990 (a)	\$ 22,752,337	\$ —	\$ 1,444,000	\$ —	\$ 24,196,337	\$ 24,175,807	\$ 20,530		
4	Heritage Development								
	Salaries, wages and employee benefits	\$ 943,846	\$ —	\$ —	\$ 17,000	\$ 960,846	\$ 959,367	\$ 1,479	
	Supplies and services	342,991	—	—	—	342,991	341,840	1,151	
	Grants	50,000	—	—	(17,000)	33,000	9,000	24,000	
	Purchase of fixed assets	30,000	—	—	—	30,000	29,927	73	
	Other	15,000	—	—	—	15,000	14,969	31	
	TOTAL 1991	\$ 1,381,837	\$ —	\$ —	\$ —	\$ 1,381,837	\$ 1,355,103	\$ 26,734	
	TOTAL 1990	\$ 1,346,069	\$ —	\$ —	\$ —	\$ 1,346,069	\$ 1,301,107	\$ 44,962	
Total Voted 1991	\$ 48,027,464	\$ —	\$ —	\$ —	\$ 48,027,464	\$ 47,910,646	\$ 116,818		
Total Voted 1990 (a)	\$ 47,696,000	\$ —	\$ 1,444,000	\$ —	\$ 49,140,000	\$ 48,853,429	\$ 286,571		

CULTURE AND MULTICULTURALISM
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
	Culture and Multiculturalism							
	Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	(4,777)	4,777
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	10,000	—	—	—	10,000	24,301	(14,301)
	Other	(9,400)	—	—	—	(9,400)	(9,276)	(124)
	Total Statutory 1991	\$ 600	\$ —	\$ —	\$ —	\$ 600	\$ 10,248	\$ (9,648)
	Total Statutory 1990	\$ 42,000	\$ —	\$ —	\$ —	\$ 42,000	\$ 11,390	\$ 30,610
	Department Total 1991	\$ 48,028,064	\$ —	\$ —	\$ —	\$ 48,028,064	\$ 47,920,894	\$ 107,170
	Department Total 1990 (a)	\$ 47,738,000	\$ —	\$ 1,444,000	\$ —	\$ 49,182,000	\$ 48,864,819	\$ 317,181

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.7.3

CULTURE AND MULTICULTURALISM
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 269,377	\$ 305,067
1.0.2	Deputy minister's office	250,655	277,626
1.0.3	Financial services and management	817,829	778,971
1.0.4	Personnel	284,125	290,197
1.0.5	Communications	175,814	156,373
1.0.6	Financial planning	137,403	139,909
1.0.7	Systems and information services	375,655	384,091
1.0.8	Award programs	102,059	80,317
		<u>2,412,917</u>	<u>2,412,551</u>
2	Cultural Development		
2.1	Program Support		
2.1.1	Administrative support	232,465	275,045
2.1.2	Field services	418,630	460,033
2.2	Visual Arts		
2.2.1	Administrative support	967,845	948,741
2.2.2	Financial assistance	158,600	158,525
2.2.3	Workshops and development	99,146	73,148
2.2.4	Exposure	36,892	37,017
2.3	Performing Arts		
2.3.1	Administrative support	918,035	976,134
2.3.2	Music and dance	846,744	868,222
2.3.3	Theatre	1,016,573	966,752
2.3.4	Exposure	1,150,513	1,116,832
2.3.5	Board development	44,000	39,974
2.4	Film and Literary Arts		
2.4.1	Administrative support	361,468	369,433
2.4.2	Financial assistance	421,700	414,655
2.4.3	Workshops and development	44,875	41,850
2.5	Library Services		
2.5.1	Administrative support	305,771	338,707
2.5.2	Financial assistance	11,130,939	11,125,665
2.5.3	Workshops and development	305,944	242,694
2.5.4	Alberta Library Board	57,462	54,516
2.5.5	Bibliographic services	1,312,999	1,290,983
2.6	Cultural Facilities		
2.6.1	Northern Alberta Jubilee Auditorium	684,256	682,266
2.6.2	Southern Alberta Jubilee Auditorium	640,260	631,419
2.7	Film Censorship		
2.7.1	Film censorship	221,371	243,406
		<u>21,376,488</u>	<u>21,356,017</u>
3	Historical Resources Development		
3.1	Management and Operations		
3.1.1	Program support	324,193	479,938
3.1.2	Archaeological survey	1,278,523	1,245,501
3.1.3	Provincial archives	814,032	772,634
3.1.4	Historic sites preservation	8,156,700	8,104,095
3.1.5	Provincial Museum	3,710,979	3,648,257
3.1.6	Tyrell Museum of Palaeontology	2,909,845	2,884,329

Vote and Ref. No.	Program/Element	Estimates	Expended
3.2	Historical Facility Development		
3.2.2	Ukrainian Cultural Heritage Village	\$ 383,866	\$ 373,917
3.3	Financial Assistance for Heritage Preservation		
3.3.1	Grants for heritage preservation	535,311	535,531
3.3.2	Government House Foundation	50,000	50,000
3.3.3	Glenbow-Alberta Institute	3,611,133	3,611,133
3.3.4	The Dinosaur project: China - Canada - Alberta Ex-Terra	1,081,640	1,081,640
		<u>22,856,222</u>	<u>22,786,975</u>
4	Heritage Development		
4.1	Multicultural Commission Board		
4.1.1	Multicultural Commission Board	140,275	148,700
4.2	Program Administration		
4.2.1	Head office	490,663	490,147
4.2.2	Northern branch	291,757	270,777
4.2.3	Southern branch	409,142	436,479
4.3	Multicultural Grants		
4.3.2	Special project grants	50,000	9,000
		<u>1,381,837</u>	<u>1,355,103</u>
		<u>48,027,464</u>	<u>47,910,646</u>
STATUTORY APPROPRIATIONS			
	Culture and Multiculturalism Revolving Fund	600	10,248
	Department Total	\$ 48,028,064	\$ 47,920,894

CULTURE AND MULTICULTURALISM
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
National Museum core funding	\$ 187,000	\$ 187,000
Fees, Permits and Licences	<u>317,612</u>	<u>193,538</u>
Other Revenue:		
Refunds of expenditure	22,700	1,174,419
Miscellaneous:		
Jubilee Auditoriums	1,597,486	1,414,957
Other	<u>6,231</u>	<u>7,964</u>
	<u>1,626,417</u>	<u>2,597,340</u>
Total revenue	<u>\$2,131,029</u>	<u>\$2,977,878</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Economic Development and Trade is responsible for the implementation of the economic strategy of the Government of Alberta.

Statement No. 3.8.1

ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 3,651,448	\$ —	\$ —	\$ —	\$ 3,651,448	\$ 3,549,580	\$ 101,868
2	Business and Trade Development							
2.1	Small Business and Industry	12,079,005	—	—	(1,694,761)	10,384,244	9,911,650	472,594
2.2	Trade and Investment	7,485,777	—	—	(522,418)	6,963,359	6,863,251	100,108
2.3	Policy and Planning	2,708,184	—	—	603,016	3,311,200	3,266,317	44,883
2.4	Financial Assistance for Alberta Business	2,015,717	—	—	(814,494)	1,201,223	1,067,087	134,136
2.5	Promotion of Trade and Tourism	494,113	—	—	163,200	657,313	634,755	22,558
2.6	Business Finance and Investment Promotion	—	—	—	2,265,457	2,265,457	2,148,373	117,084
		24,782,796	—	—	—	24,782,796	23,891,433	891,363
3	Financing - Economic Development Projects							
3.3	Expansion/Consolidation Projects	6,766,526	—	—	—	6,766,526	6,594,463	172,063
	Less: capitalized as a voted non-budgetary disbursement	(6,732,000)	—	—	—	(6,732,000)	(6,559,937)	(172,063)
		34,526	—	—	—	34,526	34,526	—
4	International Assistance	2,142,198	—	—	—	2,142,198	2,135,561	6,637
6	Small Business Interest Shielding Assistance	5,629,623	—	8,590,300	—	14,219,923	11,041,250	3,178,673
7	Financial Assistance to Alberta Opportunity Company	44,450,000	—	—	—	44,450,000	44,450,000	—
	Less: capitalized as a voted non-budgetary disbursement	(18,000,000)	—	—	—	(18,000,000)	(18,000,000)	—
		26,450,000	—	—	—	26,450,000	26,450,000	—
	TOTAL 1991	\$ 62,690,591(b)	\$ —	\$ 8,590,300	\$ —	\$ 71,280,891	\$ 67,102,350	\$ 4,178,541
	TOTAL 1990 (a)	\$ 68,812,067	\$ —	\$ —	\$ —	\$ 68,812,067	\$ 42,685,756	\$ 26,126,311

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$299,838 transferred to Agriculture and \$978,571 transferred to Transportation and Utilities under authority of the Public Service Administrative Transfers Act.

**ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT**

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,279,195	\$ —	\$ —	\$ —	\$ 2,279,195	\$ 2,226,683	\$ 52,512
	Supplies and services	1,241,582	—	—	(9,600)	1,231,982	1,217,746	14,236
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	78,891	—	—	9,600	88,491	53,625	34,866
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 3,651,448	\$ —	\$ —	\$ —	\$ 3,651,448	\$ 3,549,580	\$ 101,868
	TOTAL 1990	\$ 3,726,531	\$ —	\$ —	\$ —	\$ 3,726,531	\$ 3,616,100	\$ 110,431
2	Business and Trade Development							
	Salaries, wages and employee benefits	\$ 10,846,657	\$ —	\$ —	\$ 544,886	\$ 11,391,543	\$ 11,385,837	\$ 5,706
	Supplies and services	9,334,643	—	—	(90,883)	9,243,760	8,614,649	629,111
	Grants	4,153,767	—	—	(454,003)	3,699,764	3,515,049	184,715
	Purchase of fixed assets	447,729	—	—	—	447,729	375,898	71,831
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 24,782,796	\$ —	\$ —	\$ —	\$ 24,782,796	\$ 23,891,433	\$ 891,363
	TOTAL 1990 (a)	\$ 24,664,404	\$ —	\$ —	\$ —	\$ 24,664,404	\$ 23,150,468	\$ 1,513,936
3	Financing - Economic Development Projects							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	34,526	—	—	—	34,526	34,526	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	6,732,000	—	—	—	6,732,000	6,559,937	172,063
		6,766,526	—	—	—	6,766,526	6,594,463	172,063
	Less: capitalized as a voted non-budgetary disbursement	(6,732,000)	—	—	—	(6,732,000)	(6,559,937)	(172,063)
	TOTAL 1991	\$ 34,526	\$ —	\$ —	\$ —	\$ 34,526	\$ 34,526	\$ —
	TOTAL 1990 (a)	\$ 1,340,000	\$ —	\$ —	\$ —	\$ 1,340,000	\$ 1,340,000	\$ —
4	International Assistance							
	Salaries, wages and employee benefits	\$ 111,861	\$ —	\$ —	\$ 66,000	\$ 177,861	\$ 176,607	\$ 1,254
	Supplies and services	30,337	—	—	(11,600)	18,737	18,069	668
	Grants	2,000,000	—	—	(54,400)	1,945,600	1,940,885	4,715
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 2,142,198	\$ —	\$ —	\$ —	\$ 2,142,198	\$ 2,135,561	\$ 6,637
	TOTAL 1990	\$ 2,131,972	\$ —	\$ —	\$ —	\$ 2,131,972	\$ 2,117,695	\$ 14,277

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.8.2 (cont'd)

ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Small Business Interest							
	Shielding Assistance							
	Salaries, wages and employee benefits	\$ 353,123	\$ —	\$ 338,300	\$ —	\$ 691,423	\$ 663,158	\$ 28,265
	Supplies and services	276,500	—	252,000	—	528,500	483,034	45,466
	Grants	5,000,000	—	8,000,000	—	13,000,000	9,895,058	3,104,942
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 5,629,623	\$ —	\$ 8,590,300	\$ —	\$ 14,219,923	\$ 11,041,250	\$ 3,178,673
	TOTAL 1990 (a)	\$ 25,949,160	\$ —	\$ —	\$ —	\$ 25,949,160	\$ 1,461,493	\$ 24,487,667
7	Financial Assistance to Alberta Opportunity Company							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	26,450,000	—	—	—	26,450,000	26,450,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	18,000,000	—	—	—	18,000,000	18,000,000	—
		44,450,000	—	—	—	44,450,000	44,450,000	—
	Less: capitalized as a voted non-budgetary disbursement	(18,000,000)	—	—	—	(18,000,000)	(18,000,000)	—
	TOTAL 1991	\$ 26,450,000	\$ —	\$ —	\$ —	\$ 26,450,000	\$ 26,450,000	\$ —
	TOTAL 1990	\$ 11,000,000	\$ —	\$ —	\$ —	\$ 11,000,000	\$ 11,000,000	\$ —
Department Total 1991		\$ 62,690,591(b)	\$ —	\$ 8,590,300	\$ —	\$ 71,280,891	\$ 67,102,350	\$ 4,178,541
Department Total 1990 (a)		\$ 68,812,067	\$ —	\$ —	\$ —	\$ 68,812,067	\$ 42,685,756	\$ 26,126,311

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$299,838 transferred to Agriculture and \$978,571 transferred to Transportation and Utilities under authority of the Public Service Administrative Transfers Act.

**ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE
BY ELEMENT**

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 350,097	\$ 334,807
1.0.2	Deputy minister's office	340,003	297,967
1.0.3	Finance and administration	2,213,659	2,106,332
1.0.4	Communications and information	408,966	464,659
1.0.5	Human resources	338,723	345,815
		<u>3,651,448</u>	<u>3,549,580</u>
2	Business and Trade Development		
2.1	Small Business and Industry		
2.1.1	Administrative support	225,911	228,259
2.1.2	Industry development	3,980,282	3,688,608
2.1.3	Business counselling and development	6,529,244	5,622,096
2.1.4	Business finance development	700,243	—
2.1.5	Research and analysis services	500,461	372,687
2.1.7	Capital loan guarantee program - administration	142,864	—
2.2	Trade and Investment		
2.2.1	Administrative support	623,272	585,876
2.2.2	Trade development - Americas	1,465,911	1,504,838
2.2.3	Trade development - overseas	2,047,889	2,660,954
2.2.4	International investment promotion	1,184,345	425
2.2.5	Trade show promotion	916,648	1,239,388
2.2.6	Research and international finance	301,225	259,510
2.2.7	Petroleum technology training centre	716,220	364,716
2.2.8	Marketing strategies	230,267	247,544
2.3	Policy and Planning		
2.3.1	Transportation services	954,128	926,062
2.3.2	Futures compendium	449,713	462,110
2.3.3	Policy development and coordination	1,304,343	1,666,289
2.3.4	Administrative support	—	211,856
2.4	Financial Assistance for Alberta Business		
2.4.1	Export services support	982,717	269,562
2.4.2	Market development assistance	688,000	480,920
2.4.4	Small business incubators	345,000	316,605
2.5	Promotion of Trade and Tourism		
2.5.1	Commissioner General for Trade and Tourism	494,113	634,755
2.6	Business Finance and Investment Promotion		
2.6.1	Administrative support	—	202,107
2.6.2	Business finance development	—	796,884
2.6.3	Investment promotion	—	1,005,807

Vote and Ref. No.	Program/Element	Estimates	Expended
2.6.4	Capital loan guarantee program - administration	\$ —	\$ 119,321
2.6.5	Small business equity corporations	—	24,254
		<u>24,782,796</u>	<u>23,891,433</u>
3	Financing - Economic Development Projects		
3.3	Expansion/Consolidation Projects		
3.3.2	XL Foods Ltd.	1,500,000	1,500,000
3.3.3	EDO (Canada) Limited	1,710,526	1,710,526
3.3.11	Optima Engineers & Constructors Inc.	—	98,000
3.3.12	FRE Pultrusions Inc.	556,000	285,937
3.3.13	Alberta Pacific Terminals Ltd.	3,000,000	3,000,000
		<u>6,766,526</u>	<u>6,594,463</u>
	Less: capitalized as a voted non-budgetary disbursement	<u>(6,732,000)</u>	<u>(6,559,937)</u>
		<u>34,526</u>	<u>34,526</u>
4	International Assistance		
4.0.1	Administrative support	142,198	194,676
4.0.2	Grants	2,000,000	1,940,885
		<u>2,142,198</u>	<u>2,135,561</u>
6	Small Business Interest Shielding Assistance		
6.0.1	Administration	629,623	1,146,193
6.0.2	Interest shielding grants	5,000,000	9,895,057
		<u>5,629,623</u>	<u>11,041,250</u>
7	Financial Assistance to Alberta Opportunity Company		
7.0.1	Operating grant	26,450,000	26,450,000
7.0.2	Venture capital financing	15,000,000	15,000,000
7.0.3	Seed capital financing	3,000,000	3,000,000
		<u>44,450,000</u>	<u>44,450,000</u>
	Less: capitalized as a voted non-budgetary disbursement	<u>(18,000,000)</u>	<u>(18,000,000)</u>
		<u>26,450,000</u>	<u>26,450,000</u>
	Department Total	<u>\$ 62,690,591(a)</u>	<u>\$ 67,102,350</u>

(a) Net of \$299,838 transferred to Agriculture and \$978,571 transferred to Transportation and Utilities under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.8.4

ECONOMIC DEVELOPMENT AND TRADE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada	\$ 411	\$ 851
Fees, Permits and Licences	<u>377,931</u>	<u>271,536</u>
Other Revenue:		
Investment income	944,921	495,898
Refunds of expenditure	207,051	496,848
Miscellaneous	<u>33,770</u>	<u>56,637</u>
	<u>1,185,742</u>	<u>1,049,383</u>
Total revenue	<u>\$1,564,084</u>	<u>\$1,321,770</u>

The Department of Education is responsible for the establishment, operation, administration, and management of primary and secondary education programs. The overall objective is to maintain and increase the quality of education in all parts of Alberta, while ensuring maximum value for each dollar spent.

Statement No. 3.9.1

EDUCATION

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support Services	\$ 11,899,365	\$ —	\$ —	\$ —	\$ 11,899,365	\$ 11,751,013	\$ 148,352
2	Financial Assistance to Schools							
2.1	Provincial Contribution to the School Foundation Program Fund	1,005,096,000	—	7,000,000	1,000,000	1,013,096,000	1,012,946,000	150,000
2.2	School Board Special Assistance	229,038,000	—	1,000,000	3,600,000	233,638,000	231,894,113	1,743,887
2.3	Early Childhood Services	77,049,000	—	—	(1,200,000)	75,849,000	75,702,610	146,390
2.4	Private School Assistance	19,781,000	—	—	100,000	19,881,000	19,834,507	46,493
2.5	Provincial Contribution to Teachers' Retirement Fund	73,137,000	—	—	(3,500,000)	69,637,000	69,489,613	147,387
		1,404,101,000	—	8,000,000	—	1,412,101,000	1,409,866,843	2,234,157
3	Student Programs, Evaluation and Program Delivery							
3.1	Student Programs and Evaluation	27,218,050	—	—	—	27,218,050	26,717,538	500,512
3.2	Program Delivery	16,270,100	—	—	—	16,270,100	15,532,222	737,878
		43,488,150	—	—	—	43,488,150	42,249,760	1,238,390
		1,459,488,515	—	8,000,000	—	1,467,488,515	1,463,867,616	3,620,899
	STATUTORY APPROPRIATIONS							
	Education Revolving Fund	(578,391)	—	—	—	(578,391)	3,186,676	(3,765,067)
	TOTAL 1991	\$ 1,458,910,124	\$ —	\$ 8,000,000	\$ —	\$ 1,466,910,124	\$ 1,467,054,292	\$ (144,168)
	TOTAL 1990 (a)	\$ 1,386,671,965	\$ (262,277)(b)	\$ 5,348,000	\$ —	\$ 1,391,757,688	\$ 1,388,636,468	\$ 3,121,220

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.9.2

EDUCATION
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers				
VOTED APPROPRIATIONS									
1	Departmental Support Services								
	Salaries, wages and employee benefits	\$ 8,517,950	\$ —	\$ —	\$ (15,000)	\$ 8,502,950	\$ 8,267,695	\$ 235,255	
	Supplies and services	2,734,400	—	—	(28,500)	2,705,900	2,807,594	(101,694)	
	Grants	378,000	—	—	—	378,000	377,199	801	
	Purchase of fixed assets	212,235	—	—	43,500	255,735	246,999	8,736	
	Other	56,780	—	—	—	56,780	51,526	5,254	
	TOTAL 1991	\$ 11,899,365	\$ —	\$ —	\$ —	\$ 11,899,365	\$ 11,751,013	\$ 148,352	
	TOTAL 1990	\$ 11,899,465	\$ —	\$ —	\$ —	\$ 11,899,465	\$ 11,526,062	\$ 373,403	
2	Financial Assistance to Schools								
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ 1,260,865	\$ 1,260,865	\$ 1,262,848	\$ (1,983)	
	Supplies and services	—	—	—	188,210	188,210	187,966	244	
	Grants	1,404,101,000	—	8,000,000	(1,449,075)	1,410,651,925	1,408,416,029	2,235,896	
	Purchase of fixed assets	—	—	—	—	—	—	—	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 1,404,101,000	\$ —	\$ 8,000,000	\$ —	\$ 1,412,101,000	\$ 1,409,866,843	\$ 2,234,157	
	TOTAL 1990 (a)	\$ 1,331,762,900	\$ —	\$ 2,900,000	\$ —	\$ 1,334,662,900	\$ 1,332,251,334	\$ 2,411,566	
3	Student Programs, Evaluation and Program Delivery								
	Salaries, wages and employee benefits	\$ 24,926,200	\$ —	\$ —	\$ (97,900)	\$ 24,828,300	\$ 23,763,562	\$ 1,064,738	
	Supplies and services	17,996,950	—	—	(95,200)	17,901,750	17,768,495	133,255	
	Grants	171,000	—	—	—	171,000	144,456	26,544	
	Purchase of fixed assets	394,000	—	—	193,100	587,100	573,247	13,853	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 43,488,150	\$ —	\$ —	\$ —	\$ 43,488,150	\$ 42,249,760	\$ 1,238,390	
	TOTAL 1990 (a)	\$ 42,912,500	\$ (262,277)	\$ 2,448,000	\$ —	\$ 45,098,223	\$ 43,898,834	\$ 1,199,389	
	Total Voted 1991	\$ 1,459,488,515	\$ —	\$ 8,000,000	\$ —	\$ 1,467,488,515	\$ 1,463,867,616	\$ 3,620,899	
	Total Voted 1990 (a)	\$ 1,386,574,865	\$ (262,277)	\$ 5,348,000	\$ —	\$ 1,391,660,588	\$ 1,387,676,230	\$ 3,984,358	
STATUTORY APPROPRIATIONS									
	Education Revolving Fund								
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	
	Supplies and services	(350,000)	—	—	—	(350,000)	3,930,598	(4,280,598)	
	Grants	—	—	—	—	—	—	—	
	Purchase of fixed assets	735,650	—	—	—	735,650	341,581	394,069	
	Other	(964,041)	—	—	—	(964,041)	(1,085,503)	121,462	
	Total Statutory 1991	\$ (578,391)	\$ —	\$ —	\$ —	\$ (578,391)	\$ 3,186,676	\$ (3,765,067)	
	Total Statutory 1990	\$ 97,100	\$ —	\$ —	\$ —	\$ 97,100	\$ 960,238	\$ (863,138)	
	Department Total 1991	\$ 1,458,910,124	\$ —	\$ 8,000,000	\$ —	\$ 1,466,910,124	\$ 1,467,054,292	\$ (144,168)	
	Department Total 1990 (a)	\$ 1,386,671,965	\$ (262,277)(b)	\$ 5,348,000	\$ —	\$ 1,391,757,688	\$ 1,388,636,468	\$ 3,121,220	

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) In accordance with section 32 of the Finance Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

EDUCATION
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 313,380	\$ 362,161
1.0.2	Deputy minister's office	343,150	338,276
1.0.3	Assistant deputy minister - finance and administration	216,250	149,684
1.0.4	Finance and support services	2,523,400	1,876,595
1.0.5	Educational grants to individuals, organizations and agencies	378,000	377,199
1.0.6	School business administration services	873,050	761,507
1.0.7	School buildings services	1,168,900	1,139,580
1.0.8	Human resource services	638,200	631,202
1.0.9	Legislative services	333,900	322,198
1.0.10	Information services	2,776,150	2,879,763
1.0.11	Communications	342,350	283,059
1.0.12	Planning secretariat	1,992,635	2,102,269
1.0.13	Policy and evaluation	—	5
1.0.14	Administrative services	—	527,515
		<u>11,899,365</u>	<u>11,751,013</u>
2	Financial Assistance to Schools		
2.1	Provincial Contribution to the School Foundation Program Fund		
2.1.1	Building and equipment support	178,000,000	178,750,000
2.1.2	Student instruction and transportation	827,096,000	834,196,000
2.2	School Board Special Assistance		
2.2.1	Equity grants	78,480,000	78,064,715
2.2.2	Special education grants	96,716,000	101,549,957
2.2.3	Special program grants	37,043,000	35,002,932
2.2.4	General education grants	16,799,000	17,276,509
2.3	Early Childhood Services		
2.3.1	Pre-school education grants	77,049,000	75,702,610
2.4	Private School Assistance		
2.4.1	Grants to private schools	19,781,000	19,834,507
2.5	Provincial Contribution to Teachers' Retirement Fund		
2.5.1	Teachers' Retirement Fund grants	73,137,000	69,489,613
		<u>1,404,101,000</u>	<u>1,409,866,843</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Student Programs, Evaluation and Program Delivery		
3.1	Student Programs and Evaluation		
3.1.1	Assistant deputy minister - student programs and evaluation	\$ 245,900	\$ 236,578
3.1.2	Student evaluation and records	7,850,150	7,946,207
3.1.3	Curriculum design	3,198,150	5,773,493
3.1.4	Language services	2,191,800	2,407,765
3.1.5	Native education project	496,900	426,208
3.1.6	Curriculum support	2,925,100	—
3.1.7	Alberta Correspondence School	7,324,500	7,077,113
3.1.8	Distance education project	2,985,550	2,850,174
3.2	Program Delivery		
3.2.1	Assistant deputy minister - program delivery	260,850	413,013
3.2.2	Community and international education	791,350	699,444
3.2.3	Alberta response centres	6,103,950	5,878,176
3.2.4	Grande Prairie regional office	905,750	864,317
3.2.5	Edmonton regional office	2,499,950	2,491,165
3.2.6	Calgary regional office	1,735,550	1,587,900
3.2.7	Lethbridge regional office	917,050	930,690
3.2.8	Red Deer regional office	1,110,550	1,036,442
3.2.9	Teacher certification	1,304,100	1,331,327
3.2.10	Appeals and student attendance secretariat	641,000	299,748
		<u>43,488,150</u>	<u>42,249,760</u>
		<u>1,459,488,515</u>	<u>1,463,867,616</u>
STATUTORY APPROPRIATIONS			
	Education Revolving Fund	(578,391)	3,186,676
	Department Total	<u>\$ 1,458,910,124</u>	<u>\$ 1,467,054,292</u>

Statement No. 3.9.4

EDUCATION
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
Bilingualism	\$ 29,074	\$ 449,085
Fees, Permits and Licences:		
Correspondence courses	1,279,370	946,353
Rental of portable classrooms	91,000	89,200
Other	718,123	706,046
	<u>2,088,493</u>	<u>1,741,599</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	1,034,360	896,464
Salaries and expenses	11,540	219,786
Services and supplies to staff	18,414	25,549
Other	37,138	47,015
Miscellaneous	142,976	206,423
	<u>1,244,428</u>	<u>1,395,237</u>
Total revenue	<u>\$3,361,995</u>	<u>\$3,585,921</u>

The Department of Energy is responsible for the administration and management of Alberta's energy and mineral resources.

Statement No. 3.10.1

ENERGY

STATEMENT OF EXPENDITURE BY PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.1	Central Support Services	\$ 1,308,248	\$ —	\$ —	\$ —	\$ 1,308,248	\$ 1,305,443	\$ 2,805
1.2	Finance and Administrative Services	6,583,066	—	—	—	6,583,066	6,553,099	29,967
		7,891,314	—	—	—	7,891,314	7,858,542	32,772
2	Minerals Management							
2.1	Mineral Resources	8,288,955	—	—	—	8,288,955	8,154,244	134,711
2.2	Mineral Revenue	13,966,430	—	—	—	13,966,430	13,621,993	344,437
2.3	Markets, Supply and Industry Analysis	3,184,735	—	—	—	3,184,735	2,733,832	450,903
2.4	Technology, Research and Environment	9,939,911	—	—	—	9,939,911	8,999,928	939,983
		35,380,031	—	—	—	35,380,031	33,509,997	1,870,034
3	Assistance for Oil Sands Projects	9,400,000	—	—	—	9,400,000	4,993,783	4,406,217
	Less: capitalized as a voted non-budgetary disbursement	(1,700,000)	—	—	—	(1,700,000)	—	(1,700,000)
		7,700,000	—	—	—	7,700,000	4,993,783	2,706,217
5	Oil Sands Research Assistance	29,103,000	—	—	—	29,103,000	29,164,767	(61,767)
6	Petroleum Marketing and Market Research	7,282,000	—	735,000	—	8,017,000	8,017,000	—
7	Oil Sands Equity Management	2,663,700	—	—	—	2,663,700	1,446,809	1,216,891
8	Electric Energy Marketing	494,332	—	—	—	494,332	354,662	139,670
9	Public Utilities Regulation	1,074,000	—	—	—	1,074,000	1,074,000	—
		91,588,377	—	735,000	—	92,323,377	86,419,560	5,903,817
	STATUTORY APPROPRIATIONS							
	Petroleum Incentives Program Act	—	—	—	—	—	209,850	(209,850)
	TOTAL 1991	\$ 91,588,377	\$ —	\$ 735,000	\$ —	\$ 92,323,377	\$ 86,629,410	\$ 5,693,967
	TOTAL 1990 (a)	\$ 104,512,593	\$ (3,232)(b)	\$ 1,024,000	\$ —	\$ 105,533,361	\$ 100,777,655	\$ 4,755,706

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.10.2

ENERGY

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support							
	Services							
	Salaries, wages and employee benefits	\$ 5,725,420	\$ —	\$ —	\$ 200,000	\$ 5,925,420	\$ 5,842,571	\$ 82,849
	Supplies and services	1,950,265	—	—	(200,000)	1,750,265	1,771,569	(21,304)
	Grants	25,000	—	—	—	25,000	17,500	7,500
	Purchase of fixed assets	123,149	—	—	—	123,149	159,908	(36,759)
	Other	67,480	—	—	—	67,480	66,994	486
	TOTAL 1991	\$ 7,891,314	\$ —	\$ —	\$ —	\$ 7,891,314	\$ 7,858,542	\$ 32,772
	TOTAL 1990 (a)	\$ 7,518,313	\$ —	\$ —	\$ —	\$ 7,518,313	\$ 7,468,043	\$ 50,270
2	Minerals Management							
	Salaries, wages and employee benefits	\$ 16,095,386	\$ —	\$ —	\$ 935,000	\$ 17,030,386	\$ 16,698,004	\$ 332,382
	Supplies and services	10,694,254	—	—	(335,000)	10,359,254	10,563,240	(203,986)
	Grants	8,187,441	—	—	(600,000)	7,587,441	5,746,392	1,841,049
	Purchase of fixed assets	402,950	—	—	—	402,950	502,361	(99,411)
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 35,380,031	\$ —	\$ —	\$ —	\$ 35,380,031	\$ 33,509,997	\$ 1,870,034
	TOTAL 1990 (a)	\$ 35,969,086	\$ —	\$ —	\$ —	\$ 35,969,086	\$ 33,420,466	\$ 2,548,620
	3	Assistance for Oil Sands						
Projects								
Salaries, wages and employee benefits		\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Supplies and services		—	—	—	—	—	—	—
Grants		7,700,000	—	—	—	7,700,000	4,993,783	2,706,217
Purchase of fixed assets		—	—	—	—	—	—	—
Other		1,700,000	—	—	—	1,700,000	—	1,700,000
		9,400,000	—	—	—	9,400,000	4,993,783	4,406,217
Less: capitalized as a voted non-budgetary disbursement		(1,700,000)	—	—	—	(1,700,000)	—	(1,700,000)
TOTAL 1991		\$ 7,700,000	\$ —	\$ —	\$ —	\$ 7,700,000	\$ 4,993,783	\$ 2,706,217
TOTAL 1990	\$ 12,450,000	\$ —	\$ —	\$ —	\$ 12,450,000	\$ 10,549,890	\$ 1,900,110	
5	Oil Sands Research							
	Assistance							
	Salaries, wages and employee benefits	\$ 2,735,000	\$ —	\$ —	\$ —	\$ 2,735,000	\$ 2,747,273	\$ (12,273)
	Supplies and services	934,000	—	—	—	934,000	1,016,086	(82,086)
	Grants	25,404,000	—	—	—	25,404,000	25,398,000	6,000
	Purchase of fixed assets	20,000	—	—	—	20,000	2,878	17,122
	Other	10,000	—	—	—	10,000	530	9,470
	TOTAL 1991	\$ 29,103,000	\$ —	\$ —	\$ —	\$ 29,103,000	\$ 29,164,767	\$ (61,767)
	TOTAL 1990	\$ 32,801,250	\$ (3,232)	\$ —	\$ —	\$ 32,798,018	\$ 32,761,578	\$ 36,440

ENERGY

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Petroleum Marketing and Market Research							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	7,282,000	—	735,000	—	8,017,000	8,017,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 7,282,000	\$ —	\$ 735,000	\$ —	\$ 8,017,000	\$ 8,017,000	\$ —
	TOTAL 1990	\$ 7,210,000	\$ —	\$ —	\$ —	\$ 7,210,000	\$ 7,210,000	\$ —
7	Oil Sands Equity Management							
	Salaries, wages and employee benefits	\$ 837,000	\$ —	\$ —	\$ —	\$ 837,000	\$ 651,163	\$ 185,837
	Supplies and services	1,776,700	—	—	—	1,776,700	748,988	1,027,712
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	35,000	—	—	—	35,000	31,689	3,311
	Other	15,000	—	—	—	15,000	14,969	31
	TOTAL 1991	\$ 2,663,700	\$ —	\$ —	\$ —	\$ 2,663,700	\$ 1,446,809	\$ 1,216,891
	TOTAL 1990	\$ 1,445,144	\$ —	\$ 200,000	\$ —	\$ 1,645,144	\$ 1,601,361	\$ 43,783
8	Electric Energy Marketing							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	494,332	—	—	—	494,332	354,662	139,670
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 494,332	\$ —	\$ —	\$ —	\$ 494,332	\$ 354,662	\$ 139,670
	TOTAL 1990	\$ 4,228,000	\$ —	\$ 824,000	\$ —	\$ 5,052,000	\$ 4,909,938	\$ 142,062
9	Public Utilities Regulation							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	1,074,000	—	—	—	1,074,000	1,074,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,074,000	\$ —	\$ —	\$ —	\$ 1,074,000	\$ 1,074,000	\$ —
	TOTAL 1990 (a)	\$ 2,890,800	\$ —	\$ —	\$ —	\$ 2,890,800	\$ 2,856,379	\$ 34,421
	Total Voted 1991	\$ 91,588,377	\$ —	\$ 735,000	\$ —	\$ 92,323,377	\$ 86,419,560	\$ 5,903,817
	Total Voted 1990 (a)	\$ 104,512,593	\$ (3,232)(b)	\$ 1,024,000	\$ —	\$ 105,533,361	\$ 100,777,655	\$ 4,755,706

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.10.2 (cont'd)

ENERGY

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	STATUTORY APPROPRIATIONS							
	Petroleum Incentives							
	Program Act							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	209,850	(209,850)
	Total Statutory 1991	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 209,850	\$ (209,850)
	Total Statutory 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Department Total 1991	\$ 91,588,377	\$ —	\$ 735,000	\$ —	\$ 92,323,377	\$ 86,629,410	\$ 5,693,967
	Department Total 1990 (a)	\$ 104,512,593	\$ (3,232)(b)	\$ 1,024,000	\$ —	\$ 105,533,361	\$ 100,777,655	\$ 4,755,706

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

ENERGY
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.1	Central Support Services		
1.1.1	Minister's office	\$ 438,955	\$ 491,115
1.1.2	Deputy minister's office	572,293	447,689
1.1.3	Energy communications	297,000	366,639
1.2	Finance and Administrative Services		
1.2.1	Senior assistant deputy minister's office	56,772	53,779
1.2.2	General services	1,847,501	1,796,088
1.2.3	Financial services	1,568,473	1,572,438
1.2.4	Human resources	643,775	661,657
1.2.5	Automated information services	2,223,794	2,224,171
1.2.6	Internal audit	176,713	180,854
1.2.7	Legal services	66,038	64,112
		<u>7,891,314</u>	<u>7,858,542</u>
2	Minerals Management		
2.1	Mineral Resources		
2.1.1	Support services	4,069,148	4,349,103
2.1.2	Resource agreements	4,219,807	3,805,141
2.2	Mineral Revenue		
2.2.1	Assistant deputy minister's office	232,139	177,321
2.2.2	Royalty/incentive assessment operations	4,620,971	4,225,076
2.2.3	Royalty information management and control	5,412,662	6,074,329
2.2.4	Revenue audit	2,617,148	2,580,069
2.2.5	Mineral revenue system	1,083,510	565,198
2.3	Markets, Supply and Industry Analysis		
2.3.1	Administrative support	353,906	225,108
2.3.2	Forecasting and industry analysis	871,711	861,884
2.3.3	Markets and regulatory policy	846,870	752,595
2.3.4	Supply and royalty policy	734,614	462,902
2.3.5	Utilities policy development	377,634	431,343
2.4	Technology, Research and Environment		
2.4.1	Administrative support	1,149,874	1,165,937
2.4.2	Energy conservation	1,303,395	2,149,714
2.4.3	Coal research	2,784,000	2,513,743
2.4.4	Coal for Ontario	1,950,000	940,494
2.4.6	Hydrogen technology research	1,700,000	1,610,078
2.4.7	Oil sands upgrading	892,642	619,962
2.4.9	Small power research and development	160,000	—
		<u>35,380,031</u>	<u>33,509,997</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Assistance for Oil Sands Projects		
3.0.1	OSLO project	\$ 9,400,000	\$ 4,493,783
	Less: capitalized as a voted non-budgetary disbursement	(1,700,000)	—
		<u>7,700,000</u>	<u>4,993,783</u>
5	Oil Sands Research Assistance		
5.0.1	Alberta Oil Sands Technology and Research Authority - administration	3,709,000	3,770,767
5.0.2	Research grants	25,394,000	25,394,000
		<u>29,103,000</u>	<u>29,164,767</u>
6	Petroleum Marketing and Market Research		
6.0.1	Alberta Petroleum Marketing Commission	7,282,000	8,017,000
7	Oil Sands Equity Management		
7.0.1	Alberta Oil Sands Equity	2,663,700	1,446,809
8	Electric Energy Marketing		
8.0.1	Electric energy marketing administration	494,332	354,662
9	Public Utilities Regulation		
9.0.1	Public Utilities Board	1,074,000	1,074,000
STATUTORY APPROPRIATIONS			
	Petroleum Incentives Program Act	—	209,850
	Department Total	<u>\$ 91,588,377</u>	<u>\$ 86,629,410</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.10.4

ENERGY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Taxes:		
Freehold mineral rights tax	\$ 76,052,717	\$ 68,831,723
Other	495	670
	<u>76,053,212</u>	<u>68,832,393</u>
Non-Renewable Resource Revenue:		
Crude oil royalty	1,325,194,459	1,126,137,326
Natural gas and by-products royalty	1,080,352,437	960,585,951
Synthetic crude oil and bitumen royalty	39,012,720	27,720,112
Coal royalty	14,670,594	16,511,020
Bonuses and sales of Crown leases	415,681,541	389,082,156
Rentals and fees:		
Petroleum and natural gas	86,110,525	66,029,076
Oil sands	7,786,708	6,413,496
Coal	3,131,115	2,585,021
Other	697,286	693,812
Allocation to Natural Gas Rebates Fund	(1,871,262)	(1,893,738)
Other	847,118	577,317
	<u>2,971,613,241</u>	<u>2,594,441,549</u>
Transfers from Government Enterprises:		
Alberta Petroleum Marketing Commission	4,649,041	4,569,040
Other Revenue:		
Refunds of expenditure	817,384	203,698
Miscellaneous	980,154	896,497
	<u>1,797,538</u>	<u>1,100,195</u>
Total revenue	<u>\$3,054,113,032</u>	<u>\$2,668,943,177</u>

The Department of the Environment is responsible for the coordination of the policies, programs, services, and administrative procedures of departments and agencies of the Government in matters pertaining to the environment, and may undertake activities necessary to promote the improvement of the environment for the benefit of the people of Alberta and future generations.

Statement No. 3.11.1

ENVIRONMENT
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 8,398,600	\$ —	\$ 990,000	\$ —	\$ 9,388,600	\$ 9,227,093	\$ 161,507
2	Environmental Protection, Enhancement and Research							
2.1	Land Conservation	3,792,443	—	—	—	3,792,443	3,543,251	249,192
2.2	Environmental Assessment	4,780,928	—	360,000	129,126	5,270,054	5,198,025	72,029
2.3	Standards and Approvals	3,952,483	—	—	355,950	4,308,433	4,208,920	99,513
2.4	Wastes and Chemicals	13,875,412	—	—	(673,537)	13,201,875	13,122,582	79,293
2.5	Pollution Control	3,045,593	—	—	111,461	3,157,054	3,107,924	49,130
2.6	Environmental Research	11,606,672	—	299,725	77,000	11,983,397	11,784,159	199,238
		41,053,531	—	659,725	—	41,713,256	40,964,861	748,395
3	Water Resources Management							
3.1	Surface Water Development and Operations	19,681,453	—	—	(49,354)	19,632,099	19,423,600	208,499
3.2	Water Resources Administration	9,856,614	—	—	8,200	9,864,814	9,484,775	380,039
3.3	Water Resources Planning and Coordination	4,270,244	—	—	109,754	4,379,998	4,617,996	(237,998)
3.4	Data Collection and Inventory	9,846,558	—	—	(68,600)	9,777,958	9,630,413	147,545
		43,654,869	—	—	—	43,654,869	43,156,784	498,085
4	Special Waste Management Assistance	37,100,000	—	—	—	37,100,000	37,100,000	—
5	Overview and Coordination of Environmental Conservation	1,242,711	—	285,000	—	1,527,711	1,494,453	33,258
		131,449,711	—	1,934,725	—	133,384,436	131,943,191	1,441,245
STATUTORY APPROPRIATIONS								
	Water Resources Revolving Fund	115,500	—	—	—	115,500	294,766	(179,266)
	TOTAL 1991	\$ 131,565,211	\$ —	\$ 1,934,725	\$ —	\$ 133,499,936	\$ 132,237,957	\$ 1,261,979
	TOTAL 1990 (a)	\$ 120,017,413	\$ —	\$ 6,307,290	\$ —	\$ 126,324,703	\$ 123,321,943	\$ 3,002,760

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.11.2

ENVIRONMENT

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers				
	VOTED APPROPRIATIONS								
1	Departmental Support Services								
	Salaries, wages and employee benefits	\$ 5,741,845	\$ —	\$ —	\$ —	\$ 5,741,845	\$ 5,487,790	\$ 254,055	
	Supplies and services	2,404,877	—	977,000	—	3,381,877	3,470,286	(88,409)	
	Grants	37,500	—	—	—	37,500	35,075	2,425	
	Purchase of fixed assets	162,598	—	10,000	—	172,598	175,796	(3,198)	
	Other	51,780	—	3,000	—	54,780	58,146	(3,366)	
	TOTAL 1991	\$ 8,398,600	\$ —	\$ 990,000	\$ —	\$ 9,388,600	\$ 9,227,093	\$ 161,507	
	TOTAL 1990	\$ 7,782,978	\$ —	\$ 630,000	\$ —	\$ 8,412,978	\$ 7,532,243	\$ 880,735	
2	Environmental Protection, Enhancement and Research								
	Salaries, wages and employee benefits	\$ 24,534,723	\$ —	\$ 220,969	\$ (489,000)	\$ 24,266,692	\$ 24,031,472	\$ 235,220	
	Supplies and services	9,987,204	—	338,756	317,000	10,642,960	10,303,663	339,297	
	Grants	5,053,500	—	100,000	—	5,153,500	5,038,661	114,839	
	Purchase of fixed assets	1,478,104	—	—	172,000	1,650,104	1,591,065	59,039	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 41,053,531	\$ —	\$ 659,725	\$ —	\$ 41,713,256	\$ 40,964,861	\$ 748,395	
	TOTAL 1990 (a)	\$ 39,481,094	\$ —	\$ 3,182,290	\$ —	\$ 42,663,384	\$ 41,151,640	\$ 1,511,744	
3	Water Resources Management								
	Salaries, wages and employee benefits	\$ 23,824,692	\$ —	\$ —	\$ —	\$ 23,824,692	\$ 23,331,272	\$ 493,420	
	Supplies and services	15,227,093	—	—	—	15,227,093	15,618,850	(391,757)	
	Grants	4,080,000	—	—	—	4,080,000	3,697,295	382,705	
	Purchase of fixed assets	523,084	—	—	—	523,084	509,367	13,717	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 43,654,869	\$ —	\$ —	\$ —	\$ 43,654,869	\$ 43,156,784	\$ 498,085	
	TOTAL 1990	\$ 46,469,928	\$ —	\$ 2,300,000	\$ —	\$ 48,769,928	\$ 48,559,021	\$ 210,907	
4	Special Waste Management Assistance								
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	
	Supplies and services	—	—	—	—	—	—	—	
	Grants	37,100,000	—	—	—	37,100,000	37,100,000	—	
	Purchase of fixed assets	—	—	—	—	—	—	—	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 37,100,000	\$ —	\$ —	\$ —	\$ 37,100,000	\$ 37,100,000	\$ —	
	TOTAL 1990	\$ 25,065,000	\$ —	\$ —	\$ —	\$ 25,065,000	\$ 25,065,000	\$ —	

Statement No. 3.11.2 (cont'd)

ENVIRONMENT
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
5	Overview and Coordination of Environmental Conservation							
	Salaries, wages and employee benefits	\$ 937,611	\$ —	\$ —	\$ —	\$ 937,611	\$ 909,453	\$ 28,158
	Supplies and services	—	—	—	—	—	—	—
	Grants	305,100	—	285,000	—	590,100	585,000	5,100
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,242,711	\$ —	\$ 285,000	\$ —	\$ 1,527,711	\$ 1,494,453	\$ 33,258
	TOTAL 1990	\$ 864,413	\$ —	\$ 195,000	\$ —	\$ 1,059,413	\$ 989,949	\$ 69,464
	Total Voted 1991	\$ 131,449,711	\$ —	\$ 1,934,725	\$ —	\$ 133,384,436	\$ 131,943,191	\$ 1,441,245
	Total Voted 1990 (a)	\$ 119,663,413	\$ —	\$ 6,307,290	\$ —	\$ 125,970,703	\$ 123,297,853	\$ 2,672,850
STATUTORY APPROPRIATIONS								
	Water Resources Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	12,500	—	—	—	12,500	17,521	(5,021)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	655,000	—	—	—	655,000	656,173	(1,173)
	Other	(552,000)	—	—	—	(552,000)	(378,928)	(173,072)
	Total Statutory 1991	\$ 115,500	\$ —	\$ —	\$ —	\$ 115,500	\$ 294,766	\$ (179,266)
	Total Statutory 1990	\$ 354,000	\$ —	\$ —	\$ —	\$ 354,000	\$ 24,090	\$ 329,910
	Department Total 1991	\$ 131,565,211	\$ —	\$ 1,934,725	\$ —	\$ 133,499,936	\$ 132,237,957	\$ 1,261,979
	Department Total 1990 (a)	\$ 120,017,413	\$ —	\$ 6,307,290	\$ —	\$ 126,324,703	\$ 123,321,943	\$ 3,002,760

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.11.3

ENVIRONMENT
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 272,461	\$ 357,408
1.0.2	Deputy minister's office	447,421	478,538
1.0.3	Executive management	1,287,370	1,115,741
1.0.4	Systems and computing	1,300,930	1,298,140
1.0.5	Policy, planning and information services	1,958,440	2,878,641
1.0.6	Personnel and organization development	727,953	698,857
1.0.7	Finance and office services	2,404,025	2,399,768
		<u>8,398,600</u>	<u>9,227,093</u>
2	Environmental Protection, Enhancement and Research		
2.1	Land Conservation		
2.1.1	Regulated surface operations	556,199	521,135
2.1.2	Reclamation	296,891	223,159
2.1.3	Land conservation and reclamation council	2,628,355	2,491,323
2.1.4	Development and reclamation review	310,998	307,634
2.2	Environmental Assessment		
2.2.1	Environmental standards research and development	691,855	568,787
2.2.2	Environmental quality monitoring	2,377,103	2,596,230
2.2.3	Environmental impact assessment review	461,130	904,932
2.2.4	Land use	750,769	712,173
2.2.5	Community affairs	500,071	415,903
2.3	Standards and Approvals		
2.3.1	Air quality	1,552,713	1,718,785
2.3.2	Water quality	779,638	990,233
2.3.3	Municipal	1,620,132	1,499,902
2.4	Wastes and Chemicals		
2.4.1	Industrial wastes	2,543,963	2,276,238
2.4.2	Pesticide management	1,940,028	2,009,045
2.4.3	Recycling	1,410,491	1,281,322
2.4.4	Soils protection	1,030,832	969,049
2.4.5	Groundwater protection	2,607,912	2,423,726
2.4.6	Waste assistance	4,342,186	4,163,202
2.5	Pollution Control		
2.5.1	Investigations	2,593,278	2,731,982
2.5.2	Environmental compliance	452,315	375,942
2.6	Environmental Research		
2.6.1	Administrative support	1,424,783	1,437,505
2.6.2	Plant sciences	2,173,805	2,318,010
2.6.3	Chemistry	2,822,431	2,880,303
2.6.4	Animal sciences	2,241,994	2,194,886
2.6.5	Environmental technology	2,143,659	2,352,843
2.6.6	Acid deposition and Alberta Environmental Research Trust	800,000	600,612
		<u>41,053,531</u>	<u>40,964,861</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Water Resources Management		
3.1	Surface Water Development and Operations		
3.1.1	Equipment, supplies and services	\$ 1,875,192	\$ 1,705,342
3.1.2	Construction	5,367,558	5,030,840
3.1.3	Design	2,280,939	2,222,654
3.1.4	Geotechnical	1,977,821	1,894,448
3.1.5	Irrigation headworks	4,677,529	4,965,363
3.1.6	Project management	3,502,414	3,604,953
3.2	Water Resources Administration		
3.2.1	Director's office	100,608	109,815
3.2.2	Administrative support	444,322	473,148
3.2.3	Regional services	2,614,920	2,707,295
3.2.4	Cost sharing program for water management projects	4,045,000	3,630,832
3.2.5	Water rights licensing	1,944,352	1,911,091
3.2.6	Dam safety	707,412	652,594
3.3	Water Resources Planning and Coordination		
3.3.1	Administrative support	436,380	506,235
3.3.2	Northern river basins	1,329,828	1,066,029
3.3.3	Southern river basins	1,276,354	1,646,924
3.3.4	Planning services	1,227,682	1,398,808
3.4	Data Collection and Inventory		
3.4.1	Administrative support	244,644	241,773
3.4.2	Hydrology	1,003,292	1,013,367
3.4.3	Surveys	5,555,297	5,315,589
3.4.4	River engineering	661,616	667,927
3.4.5	River forecast centre	683,333	722,335
3.4.6	Groundwater development	1,698,376	1,669,422
		<u>43,654,869</u>	<u>43,156,784</u>
4	Special Waste Management Assistance		
4.0.1	Alberta Special Waste Management Corporation	37,100,000	37,100,000
5	Overview and Coordination of Environmental Conservation		
5.0.1	Environment Council of Alberta	1,242,711	1,494,453
		<u>131,449,711</u>	<u>131,943,191</u>
STATUTORY APPROPRIATIONS			
	Water Resources Revolving Fund	115,500	294,766
	Department Total	<u>\$ 131,565,211</u>	<u>\$ 132,237,957</u>

ENVIRONMENT
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada	\$ 826,972	\$ 462,263
Fees, Permits and Licences:		
Water power	402,358	298,134
Other	37,351	29,244
	<u>439,709</u>	<u>327,378</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	36,727	47,090
Other	685,668	204,981
Miscellaneous:		
Water resources	94,913	138,715
Shearness-deadfish project	70,857	71,232
Kroeger Water Commission	45,415	9,137
Other	119,709	58,977
	<u>1,053,289</u>	<u>530,132</u>
Total revenue	<u>\$2,319,970</u>	<u>\$1,319,773</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Executive Council consists of the Premier and Ministers of the Crown who, by executive procedure and orders approved by the Lieutenant Governor, translate the wishes of the electors of the Province into policy decisions and consequent programs, under authority provided by the Legislative Assembly and Provincial statutes.

Statement No. 3.12.1

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Executive Council Administration	\$ 4,241,245	\$ —	\$ 300,600	\$ —	\$ 4,541,845	\$ 4,543,131	\$ (1,286)
2	Northern Development	8,553,000	—	—	—	8,553,000	7,637,775	915,225
3	Energy Resources Conservation	19,658,000	—	—	—	19,658,000	19,658,000	—
4	Coordination and Advice Respecting Women's Issues							
4.1	Women's Secretariat	1,070,596	—	—	—	1,070,596	1,049,621	20,975
4.2	Advisory Council on Women's Issues	287,604	—	—	—	287,604	291,220	(3,616)
		1,358,200	—	—	—	1,358,200	1,340,841	17,359
5	Water Resources Advisory Services	680,000	—	100,000	—	780,000	743,142	36,858
6	Disaster Services and Dangerous Goods Control							
6.1	Program Support	2,601,856	—	—	31,100	2,632,956	2,476,867	156,089
6.2	Disaster Services	2,077,569	—	47,500	(52,360)	2,072,709	2,075,032	(2,323)
6.3	Dangerous Goods Control	1,050,494	—	—	15,900	1,066,394	1,111,367	(44,973)
6.4	Disaster Assistance	1,096,081	(7,192,635)	33,227,072	5,360	27,135,878	22,951,965	4,183,913
		6,826,000	(7,192,635)	33,274,572	—	32,907,937	28,615,231	4,292,706
7	Public Service Employee Relations	422,000	(16,658)	268,000	—	673,342	593,136	80,206
8	Development of Policy and Legislation for Professions and Occupations	1,148,700	—	—	—	1,148,700	1,150,539	(1,839)
9	Public Affairs	12,160,417	—	—	—	12,160,417	12,129,657	30,760
10	Premier's Council in Support of Alberta Families	238,000	—	—	—	238,000	71,219	166,781
11	Premier's Council on the Status of Persons with Disabilities	727,000	—	—	—	727,000	709,896	17,104
12	Occupational Health and Safety Services	12,134,274	(162,020)	—	—	11,972,254	12,015,249	(42,995)
13	Workers' Compensation	13,800,000	—	—	—	13,800,000	13,800,000	—
14	Alberta-Metis Settlements Accord	34,295,590	—	—	—	34,295,590	34,265,303	30,287
	TOTAL 1991	\$ 116,242,426(b)	\$ (7,371,313)(c)	\$ 33,943,172	\$ —	\$ 142,814,285	\$ 137,273,119	\$ 5,541,166
	TOTAL 1990 (a)	\$ 79,780,406	\$ (2,185,924)(c)	\$ 22,716,050	\$ —	\$ 100,310,532	\$ 105,586,316	\$ (5,275,784)

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Includes \$25,000 transferred from Consumer and Corporate Affairs under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Executive Council Administration							
	Salaries, wages and employee benefits	\$ 2,840,959	\$ —	\$ 55,700	\$ —	\$ 2,896,659	\$ 2,892,337	\$ 4,322
	Supplies and services	1,239,636	—	244,900	—	1,484,536	1,514,560	(30,024)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	75,000	—	—	—	75,000	51,191	23,809
	Other	85,650	—	—	—	85,650	85,043	607
	TOTAL 1991	\$ 4,241,245	\$ —	\$ 300,600	\$ —	\$ 4,541,845	\$ 4,543,131	\$ (1,286)
	TOTAL 1990	\$ 4,162,448	\$ —	\$ —	\$ —	\$ 4,162,448	\$ 4,094,638	\$ 67,810
2	Northern Development							
	Salaries, wages and employee benefits	\$ 956,839	\$ —	\$ —	\$ 40,588	\$ 997,427	\$ 967,786	\$ 29,641
	Supplies and services	1,202,263	—	—	—	1,202,263	1,076,568	125,695
	Grants	6,363,000	—	—	(147,334)	6,215,666	5,457,184	758,482
	Purchase of fixed assets	12,000	—	—	106,746	118,746	118,368	378
	Other	18,898	—	—	—	18,898	17,869	1,029
	TOTAL 1991	\$ 8,553,000	\$ —	\$ —	\$ —	\$ 8,553,000	\$ 7,637,775	\$ 915,225
	TOTAL 1990	\$ 8,474,000	\$ —	\$ —	\$ —	\$ 8,474,000	\$ 7,063,637	\$ 1,410,363
3	Energy Resources Conservation							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	19,658,000	—	—	—	19,658,000	19,658,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 19,658,000	\$ —	\$ —	\$ —	\$ 19,658,000	\$ 19,658,000	\$ —
	TOTAL 1990	\$ 18,658,000	\$ —	\$ —	\$ —	\$ 18,658,000	\$ 18,658,000	\$ —
4	Coordination and Advice Respecting Women's Issues							
	Salaries, wages and employee benefits	\$ 633,621	\$ —	\$ —	\$ (16,000)	\$ 617,621	\$ 620,361	\$ (2,740)
	Supplies and services	679,079	—	—	(7,000)	672,079	651,967	20,112
	Grants	40,500	—	—	—	40,500	40,500	—
	Purchase of fixed assets	5,000	—	—	23,000	28,000	28,013	(13)
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,358,200	\$ —	\$ —	\$ —	\$ 1,358,200	\$ 1,340,841	\$ 17,359
	TOTAL 1990	\$ 1,058,665	\$ —	\$ —	\$ —	\$ 1,058,665	\$ 1,005,801	\$ 52,864
5	Water Resources Advisory Services							
	Salaries, wages and employee benefits	\$ 157,000	\$ —	\$ —	\$ 17,700	\$ 174,700	\$ 172,117	\$ 2,583
	Supplies and services	502,000	—	98,000	(17,700)	582,300	552,950	29,350
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,000	—	2,000	—	3,000	2,311	689
	Other	20,000	—	—	—	20,000	15,764	4,236
	TOTAL 1991	\$ 680,000	\$ —	\$ 100,000	\$ —	\$ 780,000	\$ 743,142	\$ 36,858
	TOTAL 1990	\$ 674,000	\$ —	\$ —	\$ —	\$ 674,000	\$ 612,242	\$ 61,758

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.12.2 (cont'd)

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Disaster Services and Dangerous Goods Control							
	Salaries, wages and employee benefits	\$ 4,336,808	\$ —	\$ 1,073,300	\$ —	\$ 5,410,108	\$ 5,275,678	\$ 134,430
	Supplies and services	1,452,992	—	7,551,832	110,000	9,114,824	8,144,693	970,131
	Grants	880,000	(7,192,635)	24,453,140	(110,000)	18,030,505	15,008,039	3,022,466
	Purchase of fixed assets	156,200	—	196,300	—	352,500	186,821	165,679
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 6,826,000	\$ (7,192,635)	\$ 33,274,572	\$ —	\$ 32,907,937	\$ 28,615,231	\$ 4,292,706
	TOTAL 1990	\$ 4,600,000	\$ (1,790,983)	\$ 22,375,850	\$ —	\$ 25,184,867	\$ 32,377,502	\$ (7,192,635)
7	Public Service Employee Relations							
	Salaries, wages and employee benefits	\$ 246,700	\$ —	\$ —	\$ 5,000	\$ 251,700	\$ 250,283	\$ 1,417
	Supplies and services	175,300	(16,658)	268,000	(5,000)	421,642	342,853	78,789
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 422,000	\$ (16,658)	\$ 268,000	\$ —	\$ 673,342	\$ 593,136	\$ 80,206
	TOTAL 1990	\$ 413,800	\$ —	\$ 51,200	\$ —	\$ 465,000	\$ 481,658	\$ (16,658)
8	Development of Policy and Legislation for Professions and Occupations							
	Salaries, wages and employee benefits	\$ 678,300	\$ —	\$ —	\$ —	\$ 678,300	\$ 631,567	\$ 46,733
	Supplies and services	445,300	—	—	(10,000)	435,300	484,789	(49,489)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	10,000	—	—	10,000	20,000	19,214	786
	Other	15,100	—	—	—	15,100	14,969	131
	TOTAL 1991	\$ 1,148,700	\$ —	\$ —	\$ —	\$ 1,148,700	\$ 1,150,539	\$ (1,839)
	TOTAL 1990	\$ 1,066,990	\$ (68,971)	\$ —	\$ —	\$ 998,019	\$ 964,992	\$ 33,027
9	Public Affairs							
	Salaries, wages and employee benefits	\$ 9,234,362	\$ —	\$ —	\$ —	\$ 9,234,362	\$ 9,172,237	\$ 62,125
	Supplies and services	2,817,655	—	—	—	2,817,655	2,850,750	(33,095)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	108,400	—	—	—	108,400	106,670	1,730
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 12,160,417	\$ —	\$ —	\$ —	\$ 12,160,417	\$ 12,129,657	\$ 30,760
	TOTAL 1990 (a)	\$ 12,114,257	\$ —	\$ —	\$ —	\$ 12,114,257	\$ 12,066,651	\$ 47,606
10	Premier's Council in Support of Alberta Families							
	Salaries, wages and employee benefits	\$ 25,000	\$ —	\$ —	\$ —	\$ 25,000	\$ 825	\$ 24,175
	Supplies and services	101,000	—	—	97,000	198,000	55,947	142,053
	Grants	97,000	—	—	(97,000)	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	15,000	—	—	—	15,000	14,447	553
	TOTAL 1991	\$ 238,000	\$ —	\$ —	\$ —	\$ 238,000	\$ 71,219	\$ 166,781
	TOTAL 1990	\$ 236,100	\$ —	\$ 120,000	\$ —	\$ 356,100	\$ 351,731	\$ 4,369

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.12.2 (cont'd)

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
15	Premier's Commission on Future Health Care for Albertans							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	TOTAL 1990	\$ 1,905,000	\$ —	\$ 169,000	\$ —	\$ 2,074,000	\$ 2,064,501	\$ 9,499
	Department Total 1991	\$ 116,242,426(b)	\$ (7,371,313)(c)	\$ 33,943,172	\$ —	\$ 142,814,285	\$ 137,273,119	\$ 5,541,166
	Department Total 1990 (a)	\$ 79,780,406	\$ (2,185,924)(c)	\$ 22,716,050	\$ —	\$ 100,310,532	\$ 105,586,316	\$ (5,275,784)

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Includes \$25,000 transferred from Consumer and Corporate Affairs under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Executive Council Administration		
1.0.1	Office of the Premier	\$ 754,116	\$ 719,700
1.0.2	General administration	2,307,385	2,688,207
1.0.3	Office of the Lieutenant Governor	172,929	177,402
1.0.4	Project management	436,963	100,082
1.0.5	Protocol	569,852	857,740
		<u>4,241,245</u>	<u>4,543,131</u>
2	Northern Development		
2.0.1	Northern development branch	1,277,963	1,205,775
2.0.2	Canada/Alberta northern development agreement	7,275,037	6,432,000
		<u>8,553,000</u>	<u>7,637,775</u>
3	Energy Resources Conservation		
3.0.1	Energy Resources Conservation Board	19,658,000	19,658,000
4	Coordination and Advice Respecting Women's Issues		
4.1	Women's Secretariat		
4.1.1	Women's secretariat	1,070,596	1,049,621
4.2	Advisory Council on Women's Issues		
4.2.1	Advisory Council on Women's Issues	287,604	291,220
		<u>1,358,200</u>	<u>1,340,841</u>
5	Water Resources Advisory Services		
5.0.1	Water Resources Commission	680,000	743,142
6	Disaster Services and Dangerous Goods Control		
6.1	Program Support		
6.1.1	Executive	1,360,564	1,267,225
6.1.2	Finance	227,731	162,557
6.1.3	Administration	324,627	305,632
6.1.4	Training	581,455	612,478
6.1.5	Personnel services	107,479	128,975
6.2	Disaster Services		
6.2.1	Plans and operations	219,742	278,339
6.2.2	Health services	264,939	239,383
6.2.3	Field services	1,463,252	1,421,765
6.2.4	Disaster social services	129,636	135,545
6.3	Dangerous Goods Control		
6.3.1	Inspection services	483,747	544,415
6.3.2	Operations support	566,747	566,952
6.4	Disaster Assistance		
6.4.1	Response and assistance	1,096,081	22,951,965
		<u>6,826,000</u>	<u>28,615,231</u>
7	Public Service Employee Relations		
7.0.1	Public service employee relations	422,000	593,136
8	Development of Policy and Legislation for Professions and Occupations		
8.0.1	Professions and occupations	1,148,700	1,150,539

Vote and Ref. No.	Program/Element	Estimates	Expended
9	Public Affairs		
9.0.1	Administrative services	\$ 1,303,650	\$ 1,351,780
9.0.3	Public communications groups	4,354,546	4,384,916
9.0.4	Visiting journalists and missions	151,364	167,172
9.0.5	Advertising	375,457	331,479
9.0.6	R.I.T.E. system	2,283,125	2,216,572
9.0.7	Visitor services	371,283	372,484
9.0.8	Print services	512,757	491,362
9.0.9	Graphics design services	342,567	320,978
9.0.10	Publication services	1,293,167	1,303,457
9.0.11	Audio visual and exhibit services	1,172,501	1,189,457
		<u>12,160,417</u>	<u>12,129,657</u>
10	Premier's Council in Support of Alberta Families		
10.0.1	Premier's Council in Support of Alberta Families	238,000	71,219
11	Premier's Council on the Status of Persons with Disabilities		
11.0.1	Premier's Council on the Status of Persons with Disabilities	727,000	709,896
12	Occupational Health and Safety Services		
12.0.1	Minister's office	255,337	246,018
12.0.2	Occupational health and safety council	120,000	81,770
12.0.3	Executive services	384,214	309,153
12.0.4	Personnel, finance and administration	724,748	758,658
12.0.5	Planning, research and information services	1,619,545	1,721,104
12.0.6	Professional and technical support to industry	2,496,871	2,279,140
12.0.7	Health and safety audit	242,310	255,020
12.0.8	Regional inspection and consultation	6,291,249	6,364,386
		<u>12,134,274</u>	<u>12,015,249</u>
13	Workers' Compensation		
13.0.1	Legislated increases for pre-1974 W.C.B. pensions	13,800,000	13,800,000
14	Alberta-Metis Settlements Accord		
14.0.1	Metis settlements transition commission	4,295,590	4,265,303
14.0.2	Operations and maintenance assistance	25,000,000	25,000,000
14.0.3	Future development assistance	5,000,000	5,000,000
		<u>34,295,590</u>	<u>34,265,303</u>
		<u>\$ 116,242,426 (a)</u>	<u>\$ 137,273,119</u>

(a) Includes \$25,000 transferred from Consumer and Corporate Affairs under authority of the Public Service Administrative Transfers Act.

Statement No. 3.12.4

EXECUTIVE COUNCIL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
Northern development agreement	\$ 3,394,635	\$ 3,045,131
Other	<u>98,260</u>	<u>68,746</u>
	<u>3,492,895</u>	<u>3,113,877</u>
Fees, Permits and Licences	<u>53,231</u>	<u>74,440</u>
Other Revenue:		
Refunds of expenditure:		
Occupational health and safety	6,030,000	5,826,500
Previous years' refunds	2,124,075	4,975,638
Publications	63,311	63,547
Other	332	—
Miscellaneous:		
Sale of Acts	914,896	975,492
Other	<u>40,927</u>	<u>35,073</u>
	<u>9,173,541</u>	<u>11,876,250</u>
Total revenue	<u>\$12,719,667</u>	<u>\$15,064,567</u>

The Department of Family and Social Services is responsible for the management or funding of programs and institutions designed to promote the physical, mental and social well-being of Albertans.

Statement No. 3.13.1

**FAMILY AND SOCIAL SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM**

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 33,166,427	\$ —	\$ 691,000	\$ —	\$ 33,857,427	\$ 33,382,707	\$ 474,720
2	Income Support to Individuals and Families							
2.1	Social Allowance	677,933,040	—	61,257,000	5,000,000	744,190,040	741,411,409	2,778,631
2.2	Income Benefits	220,984,787	—	—	(5,000,000)	215,984,787	214,573,987	1,410,800
		898,917,827	—	61,257,000	—	960,174,827	955,985,396	4,189,431
3	Social Support to Individuals and Families							
3.1	Child Welfare Services	137,980,788	—	8,294,300	375,299	146,650,387	146,833,321	(182,934)
3.2	Family Support Services	130,280,189	—	1,720,000	(1,362,308)	130,637,881	124,763,455	5,874,426
3.3	Services to Persons with Disabilities	164,873,420	—	6,475,000	987,009	172,335,429	171,411,391	924,038
		433,134,397	—	16,489,300	—	449,623,697	443,008,167	6,615,530
	TOTAL 1991	\$ 1,365,218,651(b)	\$ —	\$ 78,437,300	\$ —	\$ 1,443,655,951	\$ 1,432,376,270	\$ 11,279,681
	TOTAL 1990 (a)	\$ 1,325,919,471	\$ —	\$ 50,059,000	\$ —	\$ 1,375,978,471	\$ 1,370,793,785	\$ 5,184,686

(a) 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Includes \$229,890 transferred from Attorney General under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.13.2

FAMILY AND SOCIAL SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support							
	Services							
	Salaries, wages and employee benefits	\$ 25,804,108	\$ —	\$ 591,000	\$ —	\$ 26,395,108	\$ 26,078,397	\$ 316,711
	Supplies and services	6,128,049	—	100,000	—	6,228,049	6,121,449	106,600
	Grants	120,000	—	—	—	120,000	120,000	—
	Purchase of fixed assets	1,010,210	—	—	—	1,010,210	959,809	50,401
	Other	104,060	—	—	—	104,060	103,052	1,008
	TOTAL 1991	\$ 33,166,427	\$ —	\$ 691,000	\$ —	\$ 33,857,427	\$ 33,382,707	\$ 474,720
	TOTAL 1990	\$ 35,290,263	\$ —	\$ —	\$ —	\$ 35,290,263	\$ 34,690,782	\$ 599,481
2	Income Support to							
	Individuals and Families							
	Salaries, wages and employee benefits	\$ 42,006,815	\$ —	\$ 501,000	\$ —	\$ 42,507,815	\$ 41,500,293	\$ 1,007,522
	Supplies and services	8,461,325	—	—	(59,450)	8,401,875	7,778,565	623,310
	Grants	845,505,000	—	60,756,000	—	906,261,000	903,706,543	2,554,457
	Purchase of fixed assets	2,944,687	—	—	59,450	3,004,137	2,999,995	4,142
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 898,917,827	\$ —	\$ 61,257,000	\$ —	\$ 960,174,827	\$ 955,985,396	\$ 4,189,431
	TOTAL 1990	\$ 875,778,493	\$ —	\$ 40,179,000	\$ —	\$ 915,957,493	\$ 915,840,224	\$ 117,269
3	Social Support to							
	Individuals and Families							
	Salaries, wages and employee benefits	\$ 128,559,944	\$ —	\$ 6,085,000	\$ (60,000)	\$ 134,584,944	\$ 133,710,338	\$ 874,606
	Supplies and services	196,002,883	—	8,804,300	25,384	204,832,567	203,906,152	926,415
	Grants	107,233,907	—	1,600,000	(50,000)	108,783,907	103,989,409	4,794,498
	Purchase of fixed assets	1,298,863	—	—	84,616	1,383,479	1,369,975	13,504
	Other	38,800	—	—	—	38,800	32,293	6,507
	TOTAL 1991	\$ 433,134,397	\$ —	\$ 16,489,300	\$ —	\$ 449,623,697	\$ 443,008,167	\$ 6,615,530
	TOTAL 1990 (a)	\$ 414,850,715	\$ —	\$ 9,880,000	\$ —	\$ 424,730,715	\$ 420,262,779	\$ 4,467,936
	Department Total 1991	\$ 1,365,218,651(b)	\$ —	\$ 78,437,300	\$ —	\$ 1,443,655,951	\$ 1,432,376,270	\$ 11,279,681
	Department Total 1990	\$ 1,325,919,471	\$ —	\$ 50,059,000	\$ —	\$ 1,375,978,471	\$ 1,370,793,785	\$ 5,184,686

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Includes \$229,890 transferred from Attorney General under authority of the Public Service Administrative Transfers Act.

**FAMILY AND SOCIAL SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT**

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 471,801	\$ 523,271
1.0.2	Associate minister's office	264,317	289,047
1.0.3	Appeal and advisory secretariat	171,241	184,175
1.0.4	Deputy minister's office	452,975	424,471
1.0.5	Assistant deputy minister: regional operations	403,413	358,678
1.0.6	Assistant deputy minister: program policy development	885,587	950,281
1.0.7	Assistant deputy minister: resource management services	213,930	204,025
1.0.8	Financial services	2,270,996	2,205,836
1.0.9	Administration services	3,461,148	3,632,259
1.0.10	Public communications	565,990	714,844
1.0.11	Personnel services	4,850,100	5,098,245
1.0.12	Information resource services	5,182,851	5,663,064
1.0.13	Management audit	498,387	470,219
1.0.14	Regional operations	13,473,691	12,664,292
		<u>33,166,427</u>	<u>33,382,707</u>
2	Income Support to Individuals and Families		
2.1	Social Allowance		
2.1.1	Program support	51,000,040	49,992,610
2.1.2	Financial assistance for aged	28,245,500	31,376,028
2.1.3	Financial assistance for single parent families	279,365,000	313,306,898
2.1.4	Financial assistance for physically handicapped	92,929,300	100,125,864
2.1.5	Financial assistance for mentally handicapped	20,866,200	29,848,250
2.1.6	Financial assistance for employables	198,161,000	208,315,132
2.1.7	Guardian social allowance	6,326,000	6,739,400
2.1.8	Financial assistance for transients	1,040,000	1,707,227
2.2	Income Benefits		
2.2.1	Program support	2,412,787	2,286,509
2.2.2	Alberta assured income plan for senior citizens	55,920,000	51,401,213
2.2.3	Alberta assured income for the severely handicapped	153,082,000	153,253,266
2.2.5	Widows' allowance	9,570,000	7,632,999
		<u>898,917,827</u>	<u>955,985,396</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Social Support to Individuals and Families		
3.1	Child Welfare Services		
3.1.1	Program administration	\$ 27,629,856	\$ 30,795,255
3.1.2	Intake and investigations	10,120,858	10,473,502
3.1.3	In-home family support	16,258,587	16,442,463
3.1.4	Adoptions	3,301,454	2,601,494
3.1.5	Foster care	24,793,731	30,898,860
3.1.6	Children's advocate	1,466,479	1,314,324
3.1.7	Group homes	25,600,311	26,786,817
3.1.8	Institutions	28,809,512	27,520,606
3.2	Family Support Services		
3.2.1	Program administration	1,860,529	2,060,838
3.2.2	Day care programs	80,227,393	73,941,172
3.2.3	Family and community support services	32,282,580	34,077,021
3.2.4	Shelters for homeless adults	4,557,441	3,939,789
3.2.5	Family relations	4,277,314	3,523,906
3.2.6	Prevention of family violence	6,308,351	6,385,652
3.2.7	Senior citizens' secretariat and advisory council	766,581	835,077
3.3	Services to Persons with Disabilities		
3.3.1	Program administration	3,580,952	4,560,073
3.3.2	Handicapped children services	10,477,042	14,375,908
3.3.3	Office of the public guardian	2,434,141	2,180,427
3.3.4	Community based individual services	70,757,283	67,148,064
3.3.5	Institutional services	77,624,002	83,146,919
		<u>433,134,397</u>	<u>443,008,167</u>
	Department Total	<u>\$ 1,365,218,651(a)</u>	<u>\$ 1,432,376,270</u>

(a) Includes \$229,890 transferred from Attorney General under authority of the Public Service Administrative Transfers Act.

Statement No. 3.13.4

FAMILY AND SOCIAL SERVICES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Payments from Government of Canada:		
Canada assistance plan	\$544,358,826	\$513,790,063
Extended health care	127,445,000	124,229,000
Indian and northern affairs	20,118,614	16,558,176
Rehabilitation of disabled persons	6,790,814	6,598,143
Child welfare, special allowance	1,611,740	1,370,648
	<u>700,324,994</u>	<u>662,546,030</u>
Fees, Permits and Licences:		
Maintenance	2,365,976	2,854,516
Other	40	29,940
	<u>2,366,016</u>	<u>2,884,456</u>
Other Revenue:		
Investment income	265	—
Refunds of expenditure:		
Previous years' refunds		
Child welfare	2,569,477	10,812,432
Public assistance	822,494	1,310,383
Services and supplies to staff	11,238,549	1,232,562
Other	2,808	3,493
Miscellaneous	—	(159,936)
	<u>164,668</u>	<u>115,336</u>
	<u>14,798,261</u>	<u>13,314,270</u>
Total revenue	<u>\$717,489,271</u>	<u>\$678,744,756</u>

The Department of Federal and Intergovernmental Affairs is responsible for coordination of all activities of the Government of Alberta and its agencies in relation to the Government of Canada, the Governments of the Provinces and Territories of Canada and the governments of foreign countries.

Statement No. 3.14.1

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
I	Intergovernmental							
	Coordination and Research	\$ 10,150,000	\$ —	\$ 1,325,800	\$ —	\$ 11,475,800	\$ 10,806,638	\$ 669,162
	TOTAL 1991	\$ 10,150,000	\$ —	\$ 1,325,800	\$ —	\$ 11,475,800	\$ 10,806,638	\$ 669,162
	TOTAL 1990	\$ 9,308,000	\$ —	\$ 1,160,000	\$ —	\$ 10,468,000	\$ 9,910,309	\$ 557,691

Statement No. 3.14.2

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
I	Intergovernmental							
	Coordination and Research							
	Salaries, wages and employee benefits	\$ 7,182,000	\$ —	\$ 173,200	\$ —	\$ 7,355,200	\$ 6,855,418	\$ 499,782
	Supplies and services	2,626,020	—	1,113,300	—	3,739,320	3,506,383	232,937
	Grants	214,000	—	23,800	—	237,800	307,774	(69,974)
	Purchase of fixed assets	68,000	—	15,500	—	83,500	87,118	(3,618)
	Other	59,980	—	—	—	59,980	49,945	10,035
	Department Total 1991	\$ 10,150,000	\$ —	\$ 1,325,800	\$ —	\$ 11,475,800	\$ 10,806,638	\$ 669,162
	Department Total 1990	\$ 9,308,000	\$ —	\$ 1,160,000	\$ —	\$ 10,468,000	\$ 9,910,309	\$ 557,691

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.14.3

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
 STATEMENT OF EXPENDITURE
 BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
I	Intergovernmental		
	Coordination and Research		
1.0.1	Minister's office	\$ 398,000	\$ 428,676
1.0.2	Administrative support	933,000	1,007,092
1.0.3	Intergovernmental affairs	2,646,000	2,651,078
1.0.4	Alberta offices	5,446,500	5,668,248
1.0.5	Conferences and missions	494,000	851,228
1.0.6	Translation bureau	232,500	200,316
	Department Total	<u>\$ 10,150,000</u>	<u>\$ 10,806,638</u>

Statement No. 3.14.4

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Other Revenue:		
Investment income:		
Bank interest	\$19,995	\$33,675
Refunds of expenditure	<u>46,355</u>	<u>50,722</u>
Total revenue	<u>\$66,350</u>	<u>\$84,397</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Forestry, Lands and Wildlife is responsible for the administration and management of Alberta's forest resources, public lands, and fish and wildlife resources. The Department is also responsible for developing the Government of Alberta's integrated resource policy and planning services and coordinates all government surveying and mapping activities.

Statement No. 3.15.1

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services							
1.1	Central Support Services	\$ 1,750,538	\$ —	\$ —	\$ —	\$ 1,750,538	\$ 1,694,369	\$ 56,169
1.2	Finance and Administrative Services	9,874,706	—	—	—	9,874,706	9,829,649	45,057
		<u>11,625,244</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>11,625,244</u>	<u>11,524,018</u>	<u>101,226</u>
2	Fish and Wildlife Conservation							
2.1	Program Support	8,947,329	—	480,000	(121,107)	9,306,222	8,923,424	382,798
2.2	Wildlife Management	3,422,000	—	—	(111,597)	3,310,403	3,268,401	42,002
2.3	Fisheries Management	3,716,222	—	—	(163,187)	3,553,035	3,697,390	(144,355)
2.4	Enforcement Services	6,884,355	—	—	244,119	7,128,474	7,210,753	(82,279)
2.5	Habitat Management	2,131,437	—	—	151,772	2,283,209	2,282,495	714
		<u>25,101,343</u>	<u>—</u>	<u>480,000</u>	<u>—</u>	<u>25,581,343</u>	<u>25,382,463</u>	<u>198,880</u>
3	Forest Resources Management							
3.1	Program Support	30,401,709	—	3,500,000	982,862	34,884,571	34,793,639	90,932
3.2	Forest Land Use	4,197,348	—	—	4,000	4,201,348	4,211,801	(10,453)
3.3	Reforestation and Reclamation	18,377,763	—	—	(335,000)	18,042,763	17,775,820	266,943
3.4	Timber Management	4,245,000	—	—	—	4,245,000	4,358,044	(113,044)
3.5	Forest Protection	17,899,808	—	—	(730,862)	17,168,946	16,926,947	241,999
3.6	Fire Suppression	13,168,522	—	38,880,000	79,000	52,127,522	51,514,818	612,704
3.7	Forest Research	848,345	—	—	—	848,345	823,539	24,806
3.8	Forest Industry Development	3,500,000	—	—	—	3,500,000	3,493,561	6,439
		<u>92,638,495</u>	<u>—</u>	<u>42,380,000</u>	<u>—</u>	<u>135,018,495</u>	<u>133,898,169</u>	<u>1,120,326</u>
4	Public Lands Management and Land Information Services							
4.1	Public Lands Management	19,418,056	—	—	—	19,418,056	19,437,878	(19,822)
4.2	Land Information Services	22,247,756	—	—	—	22,247,756	19,686,945	2,560,811
		<u>41,665,812</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>41,665,812</u>	<u>39,124,823</u>	<u>2,540,989</u>
		<u>171,030,894</u>	<u>—</u>	<u>42,860,000</u>	<u>—</u>	<u>213,890,894</u>	<u>209,929,473</u>	<u>3,961,421</u>
STATUTORY APPROPRIATIONS								
	Forestry, Lands and Wildlife Revolving Fund	—	—	—	—	—	(111,658)	111,658
TOTAL 1991		<u>\$ 171,030,894</u>	<u>\$ —</u>	<u>\$ 42,860,000</u>	<u>\$ —</u>	<u>\$ 213,890,894</u>	<u>\$ 209,817,815</u>	<u>\$ 4,073,079</u>
TOTAL 1990		<u>\$ 165,248,803</u>	<u>\$ (34,426)(a)</u>	<u>\$ 27,518,147</u>	<u>\$ —</u>	<u>\$ 192,732,524</u>	<u>\$ 188,556,977</u>	<u>\$ 4,175,547</u>

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	
VOTED APPROPRIATIONS								
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 8,737,719	\$ —	\$ —	\$ 375,000	\$ 9,112,719	\$ 9,092,569	\$ 20,150
	Supplies and services	2,587,510	—	—	(350,000)	2,237,510	2,097,754	139,756
	Grants	36,500	—	—	(12,000)	24,500	13,538	10,962
	Purchase of fixed assets	211,735	—	—	(13,000)	198,735	268,631	(69,896)
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	<u>\$ 11,625,244</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 11,625,244</u>	<u>\$ 11,524,018</u>	<u>\$ 101,226</u>
	TOTAL 1990	<u>\$ 11,289,745</u>	<u>\$ (34,426)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 11,255,319</u>	<u>\$ 11,201,933</u>	<u>\$ 53,386</u>
2	Fish and Wildlife Conservation							
	Salaries, wages and employee benefits	\$ 18,139,371	\$ —	\$ 480,000	\$ 143,696	\$ 18,763,067	\$ 18,672,590	\$ 90,477
	Supplies and services	6,314,925	—	—	(143,696)	6,171,229	6,032,813	138,416
	Grants	310,260	—	—	—	310,260	301,769	8,491
	Purchase of fixed assets	330,917	—	—	—	330,917	375,291	(44,374)
	Other	5,870	—	—	—	5,870	—	5,870
	TOTAL 1991	<u>\$ 25,101,343</u>	<u>\$ —</u>	<u>\$ 480,000</u>	<u>\$ —</u>	<u>\$ 25,581,343</u>	<u>\$ 25,382,463</u>	<u>\$ 198,880</u>
	TOTAL 1990	<u>\$ 23,884,943</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 23,884,943</u>	<u>\$ 23,669,768</u>	<u>\$ 215,175</u>
3	Forest Resources Management							
	Salaries, wages and employee benefits	\$ 50,184,080	\$ —	\$ 11,729,200	\$ 962,116	\$ 62,875,396	\$ 62,395,858	\$ 479,538
	Supplies and services	41,393,089	—	30,643,800	(1,215,616)	70,821,273	70,209,692	611,581
	Grants	345,472	—	—	43,500	388,972	386,988	1,984
	Purchase of fixed assets	714,354	—	7,000	210,000	931,354	905,631	25,723
	Other	1,500	—	—	—	1,500	—	1,500
	TOTAL 1991	<u>\$ 92,638,495</u>	<u>\$ —</u>	<u>\$ 42,380,000</u>	<u>\$ —</u>	<u>\$ 135,018,495</u>	<u>\$ 133,898,169</u>	<u>\$ 1,120,326</u>
	TOTAL 1990	<u>\$ 93,036,603</u>	<u>\$ —</u>	<u>\$ 14,560,147</u>	<u>\$ —</u>	<u>\$ 107,596,750</u>	<u>\$ 104,075,327</u>	<u>\$ 3,521,423</u>
4	Public Lands Management and Land Information Services							
	Salaries, wages and employee benefits	\$ 24,795,799	\$ —	\$ —	\$ 911,690	\$ 25,707,489	\$ 25,619,557	\$ 87,932
	Supplies and services	14,703,475	—	—	(709,985)	13,993,490	11,275,381	2,718,109
	Grants	—	—	—	500	500	38,640	(38,140)
	Purchase of fixed assets	2,147,681	—	—	(209,205)	1,938,476	2,171,157	(232,681)
	Other	18,857	—	—	7,000	25,857	20,088	5,769
	TOTAL 1991	<u>\$ 41,665,812</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 41,665,812</u>	<u>\$ 39,124,823</u>	<u>\$ 2,540,989</u>
	TOTAL 1990	<u>\$ 37,046,512</u>	<u>\$ —</u>	<u>\$ 12,958,000</u>	<u>\$ —</u>	<u>\$ 50,004,512</u>	<u>\$ 49,843,079</u>	<u>\$ 161,433</u>
	Total Voted 1991	<u>\$ 171,030,894</u>	<u>\$ —</u>	<u>\$ 42,860,000</u>	<u>\$ —</u>	<u>\$ 213,890,894</u>	<u>\$ 209,929,473</u>	<u>\$ 3,961,421</u>
	Total Voted 1990	<u>\$ 165,257,803</u>	<u>\$ (34,426)</u>	<u>\$ 27,518,147</u>	<u>\$ —</u>	<u>\$ 192,741,524</u>	<u>\$ 188,790,107</u>	<u>\$ 3,951,417</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.15.2 (cont'd)

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
	Forestry, Lands and Wildlife Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	47,083	(47,083)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	100,000	—	—	—	100,000	(16,018)	116,018
	Other	(100,000)	—	—	—	(100,000)	(142,723)	42,723
	Total Statutory 1991	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (111,658)	\$ 111,658
	Total Statutory 1990	\$ (9,000)	\$ —	\$ —	\$ —	\$ (9,000)	\$ (233,130)	\$ 224,130
	Department Total 1991	\$ 171,030,894	\$ —	\$ 42,860,000	\$ —	\$ 213,890,894	\$ 209,817,815	\$ 4,073,079
	Department Total 1990	\$ 165,248,803	\$ (34,426)(a)	\$ 27,518,147	\$ —	\$ 192,732,524	\$ 188,556,977	\$ 4,175,547

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.1	Central Support Services		
1.1.1	Minister's office	\$ 251,882	\$ 241,184
1.1.2	Deputy minister's office	367,622	313,973
1.1.3	Policy secretariat	905,952	915,266
1.1.4	Communications	225,082	223,946
1.2	Finance and		
	Administrative Services		
1.2.1	Senior assistant deputy minister's office	85,211	80,669
1.2.2	General services	2,771,245	2,694,132
1.2.3	Financial services	2,352,753	2,358,657
1.2.4	Human resources	965,669	992,485
1.2.5	Automated information services	3,335,695	3,336,257
1.2.6	Internal audit	265,022	271,281
1.2.7	Legal services	99,111	96,168
		<u>11,625,244</u>	<u>11,524,018</u>
2	Fish and Wildlife		
	Conservation		
2.1	Program Support		
2.1.1	Administrative support	373,435	458,879
2.1.2	Regional administrative services	3,006,845	3,261,699
2.1.3	Research grants	310,260	301,773
2.1.4	Extension services	1,487,482	1,450,165
2.1.5	Corporate services	2,338,375	2,096,210
2.1.6	Special investigations	167,200	144,276
2.1.7	Policy and regulations development	258,791	150,402
2.1.8	Provincial operational support	1,004,941	1,060,020
2.2	Wildlife Management		
2.2.1	Administrative support	475,210	571,850
2.2.2	Regional wildlife services	1,122,458	1,201,120
2.2.3	Wildlife management planning	445,159	410,569
2.2.4	Commercial wildlife management	187,985	145,206
2.2.5	Brooks wildlife hatchery	450,550	465,997
2.2.6	Wildlife status	476,285	474,879
2.2.7	Crop damage prevention	264,353	(1,220)
2.3	Fisheries Management		
2.3.1	Administrative support	342,808	186,093
2.3.2	Regional fisheries services	1,329,301	1,409,414
2.3.3	Biological services	300,958	370,140
2.3.4	Sport fisheries management	127,109	135,230
2.3.5	Commercial fisheries management	326,819	260,293
2.3.6	Fish culture	1,289,227	1,336,220
2.4	Enforcement Services		
2.4.1	Administrative support	464,645	374,006
2.4.2	Regional enforcement service	6,242,201	6,678,307
2.4.3	Policy and standards	99,386	72,211
2.4.4	Enforcement program development	78,123	86,229
2.5	Habitat Management		
2.5.1	Administrative support	154,755	107,215
2.5.2	Regional habitat services	1,567,751	1,522,643
2.5.3	Interdepartmental land use studies	66,355	71,198
2.5.4	Habitat assessment	190,713	203,020
2.5.5	Habitat development	151,863	378,419
		<u>25,101,343</u>	<u>25,382,463</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Forest Resources Management		
3.1	Program Support		
3.1.1	Regional service delivery	\$ 21,233,741	\$ 25,240,066
3.1.2	Budget and purchasing	616,446	742,184
3.1.3	Facilities operation and maintenance	2,277,641	2,243,893
3.1.4	Mechanical/warehouse services	3,752,374	3,918,669
3.1.5	Forestry social development	557,053	574,127
3.1.6	Extension services	334,138	379,863
3.1.7	Facility capital construction	55,000	13,309
3.1.8	Forest technology school	1,575,316	1,681,528
3.2	Forest Land Use		
3.2.1	Administrative support	455,348	467,517
3.2.2	Watershed management	103,639	102,286
3.2.3	Operations	668,559	686,237
3.2.4	Recreation area operation and maintenance	2,398,029	2,404,494
3.2.5	Integrated resource planning	132,666	135,612
3.2.6	Range management	439,107	415,655
3.3	Reforestation and Reclamation		
3.3.1	Administrative support	274,616	352,659
3.3.2	Quota reforestation	2,511,421	2,326,477
3.3.3	Reforestation	2,577,422	2,545,516
3.3.4	Genetics and tree improvement	288,927	310,991
3.3.5	Pine Ridge forest nursery	2,255,830	2,483,264
3.3.9	Silviculture planning and operations	10,469,547	9,756,913
3.4	Timber Management		
3.4.1	Administrative support	561,169	640,807
3.4.2	Forest measurement	563,697	538,404
3.4.3	Forest management planning	1,305,253	1,287,985
3.4.4	Statistics	491,580	551,930
3.4.5	Woods operations	294,779	278,704
3.4.6	Forest revenue	1,028,522	1,060,214
3.5	Forest Protection		
3.5.1	Administrative support	464,698	465,480
3.5.2	Meteorology	327,867	331,606
3.5.3	Telecommunications	2,587,642	2,572,684
3.5.4	Fire prevention	648,943	651,351
3.5.5	Fire detection	2,254,082	2,254,701
3.5.6	Fire suppression	4,768,568	4,571,937
3.5.7	Aircraft operations	6,658,765	5,885,419
3.5.8	Fire problem analysis	119,067	126,852
3.5.9	Insect disease control	74,176	66,917
3.6	Fire Suppression		
3.6.1	Fire operations	13,168,522	51,514,818
3.7	Forest Research		
3.7.1	Administrative support	664,658	655,712
3.7.2	Forest management research	183,687	167,827
3.8	Forest Industry Development		
3.8.1	Administrative support	1,035,000	1,043,575
3.8.2	Trade promotions	550,000	62,408
3.8.3	Development and commercialization	356,000	400,910
3.8.4	Forest products development	1,559,000	1,986,668
		<u>92,638,495</u>	<u>133,898,169</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.15.3 (cont'd)

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
4	Public Lands Management and Land Information Services		
4.1	Public Lands Management		
4.1.1	Administrative support	\$ 5,888,423	\$ 6,035,745
4.1.2	Land dispositions	3,933,322	4,210,711
4.1.3	Land management	8,147,028	7,766,844
4.1.4	Resource planning	1,449,283	1,424,578
4.2	Land Information Services		
4.2.1	Administrative support	3,250,331	3,438,635
4.2.2	Surveying and mapping	6,318,058	6,294,433
4.2.3	Resource information	6,225,424	5,985,432
4.2.4	Land survey management	694,972	664,300
4.2.5	Land related information systems	5,758,971	3,304,145
		<u>41,665,812</u>	<u>39,124,823</u>
		<u>171,030,894</u>	<u>209,929,473</u>
STATUTORY APPROPRIATIONS			
	Forestry, Lands and Wildlife Revolving Fund	—	(111,658)
	Department Total	<u>\$ 171,030,894</u>	<u>\$ 209,817,815</u>

FORESTRY, LANDS AND WILDLIFE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Payments from Government of Canada:		
Timber export tax transfers	\$12,059,053	\$14,760,912
Other	739,137	996,172
	<u>12,798,190</u>	<u>15,757,084</u>
Fees, Permits and Licences:		
Lands and grazing	21,644,454	22,873,910
Timber rentals and fees	18,061,390	17,662,574
Game	4,813,833	4,875,158
Parcel mapping program	3,029,680	—
Fishing	1,420,497	1,369,067
Other	638,584	525,307
	<u>49,608,438</u>	<u>47,306,016</u>
Other Revenue:		
Investment income:		
General land sales interest	940,487	900,817
Other	115,732	117,850
Refunds of expenditure:		
Services and supplies to staff	650,742	399,968
Previous years' refunds	118,024	(465,798)
Maps, plans and photos	60,145	125,924
Other	95,172	26,872
Sales of assets:		
Land	2,958,559	3,684,734
Homesteads	(119,200)	(261,405)
Miscellaneous	266,016	447,451
	<u>5,085,677</u>	<u>4,976,413</u>
Total revenue	<u>\$67,492,305</u>	<u>\$68,039,513</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Health is responsible for promoting the physical and mental health of Albertans by establishing, funding and coordinating health programs. The Alberta Health Care Insurance Plan provides Albertans with basic health care insurance and provides premium-free benefits to senior citizens and their dependents, and widows and widowers receiving the Alberta Widows' Pension, and their dependents.

Statement No. 3.16.1

HEALTH

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 22,672,104	\$ —	\$ —	\$ —	\$ 22,672,104	\$ 21,843,902	\$ 828,202
2	Health Care Insurance							
2.1	Administrative Support	27,883,345	—	—	—	27,883,345	26,630,013	1,253,332
2.2	Provincial Contribution to the Health Care Insurance Fund	565,447,000	—	51,600,000	—	617,047,000	597,042,502	20,004,498
		593,330,345	—	51,600,000	—	644,930,345	623,672,515	21,257,830
3	Financial Assistance for Active Care							
3.1	Program Support	112,278,299	—	345,300	—	112,623,599	113,199,747	(576,148)
3.2	Major Urban Medical and Referral Centres	913,220,543	—	25,012,600	(1,800,000)	936,433,143	934,602,128	1,831,015
3.3	Other Referral Centres	192,777,407	—	4,653,000	2,050,000	199,480,407	199,188,420	291,987
3.4	Specialized Active Care	222,074,982	—	4,243,700	(1,230,000)	225,088,682	225,502,958	(414,276)
3.5	Community-Based Hospital Facilities	201,522,269	—	4,406,800	—	205,929,069	204,961,384	967,685
3.6	Rural Community-Based Hospital Facilities	133,516,749	—	2,571,400	980,000	137,068,149	137,151,083	(82,934)
3.7	Equipment Support	27,142,575	—	—	—	27,142,575	27,067,296	75,279
		1,802,532,824	—	41,232,800	—	1,843,765,624	1,841,673,016	2,092,608
4	Financial Assistance for Long-Term Care							
4.1	Program Support	25,895,139	—	25,000	(1,600,000)	24,320,139	21,286,397	3,033,742
4.2	Auxiliary Hospitals	227,885,580	—	3,600,000	1,300,000	232,785,580	232,476,142	309,438
4.3	District Nursing Homes	58,444,372	—	970,000	—	59,414,372	57,652,454	1,761,918
4.4	Private Nursing Homes	73,265,239	—	1,030,000	(1,300,000)	72,995,239	72,323,411	671,828
4.5	Voluntary Nursing Homes	30,320,192	—	400,000	1,600,000	32,320,192	31,777,224	542,968
4.6	Equipment Support	1,039,610	—	—	—	1,039,610	1,039,374	236
		416,850,132	—	6,025,000	—	422,875,132	416,555,002	6,320,130
5	Community Health Services							
5.1	Program Support	1,019,951	—	—	70,000	1,089,951	1,100,402	(10,451)
5.2	Vital Statistics	1,565,836	—	—	40,000	1,605,836	1,558,793	47,043
5.3	Prevention of Communicable Disease	11,557,480	—	156,000	(260,600)	11,452,880	11,092,289	360,591
5.4	Provincial Laboratories of Public Health	9,642,248	—	200,000	95,000	9,937,248	9,937,248	—
5.5	Independent Living Benefits	45,895,865	(496,758)	10,345,000	10,000	55,754,107	52,969,450	2,784,657
5.6	Health Unit and Community Agency Services	143,688,632	—	3,837,000	45,600	147,571,232	147,288,945	282,287
		213,370,012	(496,758)	14,538,000	—	227,411,254	223,947,127	3,464,127
6	Mental Health Services							
6.1	Program Support	3,164,511	—	—	(140,000)	3,024,511	2,900,944	123,567
6.2	Community Mental Health Services	29,223,324	—	—	(455,000)	28,768,324	28,967,021	(198,697)
6.3	Extended Community Care Programs	16,892,246	—	500,000	595,000	17,987,246	17,868,394	118,852
		49,280,081	—	500,000	—	49,780,081	49,736,359	43,722

HEALTH

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
7	Alcohol and Drug Abuse - Treatment, Prevention and Education	\$ 32,341,464	\$ —	\$ —	\$ —	\$ 32,341,464	\$ 32,341,464	\$ —
		<u>3,130,376,962</u>	<u>(496,758)</u>	<u>113,895,800</u>	<u>—</u>	<u>3,243,776,004</u>	<u>3,209,769,385</u>	<u>34,006,619</u>
STATUTORY APPROPRIATIONS								
	Alberta Health Care Insurance Act	—	—	—	—	—	—	—
	TOTAL 1991	<u>\$ 3,130,376,962</u>	<u>\$ (496,758)(b)</u>	<u>\$ 113,895,800</u>	<u>\$ —</u>	<u>\$ 3,243,776,004</u>	<u>\$ 3,209,769,385</u>	<u>\$ 34,006,619</u>
	TOTAL 1990 (a)	<u>\$ 2,949,270,749</u>	<u>\$ —</u>	<u>\$ 31,500,000</u>	<u>\$ —</u>	<u>\$ 2,980,770,749</u>	<u>\$ 2,976,282,521</u>	<u>\$ 4,488,228</u>

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.16.2

HEALTH

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						Unexpended (Over Expended)	
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended		
	VOTED APPROPRIATIONS								
1	Departmental Support Services								
	Salaries, wages and employee benefits	\$ 15,406,195	\$ —	\$ —	\$ —	\$ 15,406,195	\$ 15,288,108	\$ 118,087	
	Supplies and services	6,680,329	—	—	(15,200)	6,665,129	5,964,350	700,779	
	Grants	20,000	—	—	—	20,000	13,750	6,250	
	Purchase of fixed assets	493,800	—	—	15,200	509,000	510,020	(1,020)	
	Other	71,780	—	—	—	71,780	67,674	4,106	
	TOTAL 1991	\$ 22,672,104	\$ —	\$ —	\$ —	\$ 22,672,104	\$ 21,843,902	\$ 828,202	
	TOTAL 1990 (a)	\$ 21,482,108	\$ —	\$ —	\$ —	\$ 21,482,108	\$ 21,192,978	\$ 289,130	
2	Health Care Insurance								
	Salaries, wages and employee benefits	\$ 15,391,420	\$ —	\$ —	\$ 115,000	\$ 15,506,420	\$ 15,549,542	\$ (43,122)	
	Supplies and services	12,334,025	—	—	(123,000)	12,211,025	10,918,014	1,293,011	
	Grants	565,447,000	—	51,600,000	—	617,047,000	597,042,502	20,004,498	
	Purchase of fixed assets	157,900	—	—	8,000	165,900	162,457	3,443	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 593,330,345	\$ —	\$ 51,600,000	\$ —	\$ 644,930,345	\$ 623,672,515	\$ 21,257,830	
	TOTAL 1990 (a)	\$ 552,427,022	\$ —	\$ 27,000,000	\$ —	\$ 579,427,022	\$ 576,769,504	\$ 2,657,518	
3	Financial Assistance for Active Care								
	Salaries, wages and employee benefits	\$ 4,093,163	\$ —	\$ 55,200	\$ —	\$ 4,148,363	\$ 3,974,742	\$ 173,621	
	Supplies and services	1,157,281	—	—	—	1,157,281	952,972	204,309	
	Grants	1,797,282,380	—	41,177,600	—	1,838,459,980	1,836,745,302	1,714,678	
	Purchase of fixed assets	—	—	—	—	—	—	—	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 1,802,532,824	\$ —	\$ 41,232,800	\$ —	\$ 1,843,765,624	\$ 1,841,673,016	\$ 2,092,608	
	TOTAL 1990 (a)	\$ 1,702,514,718	\$ —	\$ —	\$ —	\$ 1,702,514,718	\$ 1,700,990,941	\$ 1,523,777	
4	Financial Assistance for Long-Term Care								
	Salaries, wages and employee benefits	\$ 1,292,104	\$ —	\$ 25,000	\$ 136,527	\$ 1,453,631	\$ 1,466,032	\$ (12,401)	
	Supplies and services	1,571,064	—	—	(99,527)	1,471,537	1,075,361	396,176	
	Grants	413,953,964	—	6,000,000	(37,000)	419,916,964	413,980,923	5,936,041	
	Purchase of fixed assets	33,000	—	—	—	33,000	32,686	314	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 416,850,132	\$ —	\$ 6,025,000	\$ —	\$ 422,875,132	\$ 416,555,002	\$ 6,320,130	
	TOTAL 1990	\$ 392,761,666	\$ —	\$ —	\$ —	\$ 392,761,666	\$ 380,421,166	\$ 12,340,500	
5	Community Health Services								
	Salaries, wages and employee benefits	\$ 9,481,178	\$ —	\$ 193,000	\$ 110,000	\$ 9,784,178	\$ 9,719,614	\$ 64,564	
	Supplies and services	9,589,126	—	—	(260,000)	9,329,126	8,722,063	607,063	
	Grants	194,252,258	(496,758)	14,345,000	150,000	208,250,500	205,461,783	2,788,717	
	Purchase of fixed assets	47,450	—	—	—	47,450	43,667	3,783	
	Other	—	—	—	—	—	—	—	
	TOTAL 1991	\$ 213,370,012	\$ (496,758)	\$ 14,538,000	\$ —	\$ 227,411,254	\$ 223,947,127	\$ 3,464,127	
	TOTAL 1990 (a)	\$ 202,989,580	\$ —	\$ 3,900,000	\$ —	\$ 206,889,580	\$ 207,397,490	\$ (507,910)	

HEALTH

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Mental Health Services							
	Salaries, wages and employee benefits	\$ 32,395,619	\$ —	\$ 500,000	\$ 500,000	\$ 33,395,619	\$ 33,202,883	\$ 192,736
	Supplies and services	14,891,833	—	—	(500,000)	14,391,833	14,628,062	(236,229)
	Grants	1,791,012	—	—	—	1,791,012	1,776,884	14,128
	Purchase of fixed assets	201,617	—	—	—	201,617	128,530	73,087
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 49,280,081	\$ —	\$ 500,000	\$ —	\$ 49,780,081	\$ 49,736,359	\$ 43,722
	TOTAL 1990 (a)	\$ 46,534,191	\$ —	\$ —	\$ —	\$ 46,534,191	\$ 45,226,308	\$ 1,307,883
7	Alcohol and Drug Abuse - Treatment, Prevention and Education							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	32,341,464	—	—	—	32,341,464	32,341,464	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 32,341,464	\$ —	\$ —	\$ —	\$ 32,341,464	\$ 32,341,464	\$ —
	TOTAL 1990	\$ 30,561,464	\$ —	\$ 600,000	\$ —	\$ 31,161,464	\$ 31,161,464	\$ —
	Total Voted 1991	\$ 3,130,376,962	\$ (496,758)	\$ 113,895,800	\$ —	\$ 3,243,776,004	\$ 3,209,769,385	\$ 34,006,619
	Total Voted 1990	\$ 2,949,270,749	\$ —	\$ 31,500,000	\$ —	\$ 2,980,770,749	\$ 2,963,159,851	\$ 17,610,898
STATUTORY APPROPRIATIONS								
	Alberta Health Care Insurance Act							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	Total Statutory 1991	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Total Statutory 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 13,122,670	\$ (13,122,670)
	Department Total 1991	\$ 3,130,376,962	\$ (496,758)(b)	\$ 113,895,800	\$ —	\$ 3,243,776,004	\$ 3,209,769,385	\$ 34,006,619
	Department Total 1990 (a)	\$ 2,949,270,749	\$ —	\$ 31,500,000	\$ —	\$ 2,980,770,749	\$ 2,976,282,521	\$ 4,488,228

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.16.3

HEALTH

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 362,761	\$ 344,954
1.0.2	Deputy minister's office	333,831	291,823
1.0.3	Policy development and management services	5,413,362	5,445,514
1.0.4	Human resources	2,396,664	2,402,528
1.0.5	Information technology division	5,511,756	5,438,598
1.0.6	Finance and administration	6,417,884	6,618,490
1.0.7	Communications	1,627,328	1,022,815
1.0.8	Mental health patient advocate's office	358,518	249,444
1.0.9	Alberta Family Life and Drug Abuse Foundation — planning	250,000	29,736
		<u>22,672,104</u>	<u>21,843,902</u>
2	Health Care Insurance		
2.1	Administrative Support		
2.1.1	General administration	475,668	668,305
2.1.2	Claims	4,793,313	4,791,979
2.1.3	Registration	10,024,310	8,945,010
2.1.4	Information technology division	8,741,843	8,186,472
2.1.5	Finance and administration	3,072,000	3,382,755
2.1.6	Professional services	776,211	655,492
2.2	Provincial Contribution to the Health Care Insurance Fund		
2.2.1	Basic health services	374,022,000	378,373,339
2.2.2	Extended health benefits	42,261,000	42,626,888
2.2.3	Blue Cross non-group benefits	117,660,000	139,649,468
2.2.4	Out-of-province hospital costs	31,504,000	36,392,807
		<u>593,330,345</u>	<u>623,672,515</u>
3	Financial Assistance for Active Care		
3.1	Program Support		
3.1.1	General administration	288,611	357,458
3.1.2	Institutional operations branch	1,922,700	2,029,668
3.1.3	Provincial programs and capital planning	1,654,103	1,458,868
3.1.4	System development	637,000	636,992
3.1.5	Research grants	102,120	—
3.1.6	Human tissue and blood service	16,331,280	18,023,233
3.1.7	Medical education service component	32,571,711	31,023,151
3.1.8	Air ambulance	6,583,845	8,531,826
3.1.9	Specific programs	41,695,175	40,242,148
3.1.10	Operational commissioning	8,829,743	9,458,491
3.1.11	Other program support	1,662,011	1,437,912
3.2	Major Urban Medical and Referral Centres		
3.2.1	Operating support	913,220,543	934,602,128

Vote and Ref. No.	Program/Element	Estimates	Expended
3.3	Other Referral Centres		
3.3.1	Operating support	\$ 192,777,407	\$ 199,188,420
3.4	Specialized Active Care		
3.4.1	Operating support	222,074,982	225,502,958
3.5	Community-Based Hospital Facilities		
3.5.1	Operating support	201,522,269	204,961,384
3.6	Rural Community-Based Hospital Facilities		
3.6.1	Operating support	133,516,749	137,151,083
3.7	Equipment Support		
3.7.1	Equipment grants	27,142,575	27,067,296
		<u>1,802,532,824</u>	<u>1,841,673,016</u>
4	Financial Assistance for Long-Term Care		
4.1	Program Support		
4.1.1	General administration	1,337,233	1,424,114
4.1.2	Specific programs	23,696,861	19,222,291
4.1.3	Operational commissioning	563,045	584,061
4.1.4	Other program support	298,000	55,931
4.2	Auxiliary Hospitals		
4.2.1	Operating support	227,885,580	232,476,142
4.3	District Nursing Homes		
4.3.1	Operating support	58,444,372	57,652,454
4.4	Private Nursing Homes		
4.4.1	Operating support	73,265,239	72,323,411
4.5	Voluntary Nursing Homes		
4.5.1	Operating support	30,320,192	31,777,224
4.6	Equipment Support		
4.6.1	Equipment grants	1,039,610	1,039,374
		<u>416,850,132</u>	<u>416,555,002</u>
5	Community Health Services		
5.1	Program Support		
5.1.1	Advisory and appeal secretariat	209,681	242,151
5.1.2	General administration	810,270	858,251
5.2	Vital Statistics		
5.2.1	Alberta Vital Statistics	1,565,836	1,558,793
5.3	Prevention of Communicable Disease		
5.3.1	Program administration	415,900	399,182
5.3.2	Purchase of vaccines and sera	4,244,891	4,015,132
5.3.3	Prevention of sexually transmitted disease	2,367,703	2,528,752
5.3.4	Prevention of tuberculosis	1,635,562	1,617,602
5.3.5	AIDS education and prevention	2,893,424	2,531,621
5.4	Provincial Laboratories of Public Health		
5.4.1	Laboratory for northern Alberta	6,250,000	6,473,743
5.4.2	Laboratory for southern Alberta	3,392,248	3,463,505
5.5	Independent Living Benefits		
5.5.1	Program administration	2,173,865	2,186,615
5.5.2	Alberta Aids to Daily Living grants	13,934,000	15,037,852
5.5.3	Extended health benefits grants	29,788,000	35,744,983

HEALTH
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
5.6	Health Unit and Community Agency Services		
5.6.1	Home care services	\$ 51,028,866	\$ 50,285,040
5.6.2	Environmental health services	7,151,471	7,362,222
5.6.3	Dental health services	8,850,646	8,979,879
5.6.4	Speech and audiology services	12,042,040	11,402,228
5.6.5	Family health services	64,615,609	69,259,576
		<u>213,370,012</u>	<u>223,947,127</u>
6	Mental Health Services		
6.1	Program Support		
6.1.1	Advisory and appeal secretariat	859,105	435,943
6.1.2	General administration	1,577,839	1,877,045
6.1.3	Mental health review panels	727,567	587,956
6.2	Community Mental Health Services		
6.2.1	Program administration	387,511	258,967
6.2.2	Suicide prevention	1,034,345	914,277
6.2.3	Mental health services clinics	20,806,735	20,938,184
6.2.4	Approved homes program	896,999	816,869
6.2.5	Funding of community agencies	6,097,734	6,038,724
6.3	Extended Community Care Programs		
6.3.1	Raymond Home	1,502,370	1,595,140
6.3.2	Rosehaven Care Centre	7,921,499	8,368,893
6.3.3	Claresholm Care Centre	7,468,377	7,904,361
		<u>49,280,081</u>	<u>49,736,359</u>
7	Alcohol and Drug Abuse - Treatment, Prevention and Education		
7.0.1	Alberta Alcohol and Drug Abuse Commission	32,341,464	32,341,464
		<u>3,130,376,962</u>	<u>3,209,769,385</u>
STATUTORY APPROPRIATIONS			
	Alberta Health Care Insurance Act	<u>—</u>	<u>—</u>
	Department Total	<u>\$ 3,130,376,962</u>	<u>\$ 3,209,769,385</u>

Statement No. 3.16.4

HEALTH
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
Hospital insurance	\$449,309,784	\$445,876,224
Vocational rehabilitation, disabled persons	14,537,443	9,340,760
Other	319,339	354,231
	<u>464,166,566</u>	<u>455,571,215</u>
Fees, Permits and Licences:		
Vital Statistics Act	2,035,358	1,629,525
Maintenance	1,275,624	1,289,546
Other	727,991	547,212
	<u>4,038,973</u>	<u>3,466,283</u>
Other Revenue:		
Refunds of expenditure:		
Third party liability	8,724,884	8,139,472
Previous years' refunds	2,140,634	4,604,054
Services and supplies to staff	11,018	12,329
Miscellaneous:		
Workers' Compensation Board administration fees	225,000	225,000
Other	418,818	341,195
	<u>11,520,354</u>	<u>13,322,050</u>
Total revenue	<u>\$479,725,893</u>	<u>\$472,359,548</u>

The Department of Labour is responsible for the management of programs designed to assure a high degree of safety for the public through standards, inspection, research and education; to encourage the development of effective and responsible relationships between labour and management; to ensure the protection of rights of employees and the human rights of individuals; all of which will contribute effectively to the attainment of the social and economic goals of Alberta.

Statement No. 3.17.1

LABOUR

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 4,611,947	\$ —	\$ —	\$ —	\$ 4,611,947	\$ 4,543,731	\$ 68,216
2	Labour Relations	6,361,086	—	—	—	6,361,086	6,356,932	4,154
3	General Safety Services	15,887,554	—	—	—	15,887,554	15,886,487	1,067
4	Labour Relations Adjudication and Regulation	1,624,124	—	—	—	1,624,124	1,622,038	2,086
5	Individual's Rights Protection	1,307,093	(36,924)	355,489	—	1,625,658	1,623,001	2,657
6	Personnel Administration	10,398,826	—	—	—	10,398,826	10,100,166	298,660
		40,190,630	(36,924)	355,489	—	40,509,195	40,132,355	376,840
STATUTORY APPROPRIATIONS								
	Personnel Administration Office Revolving Fund	243	—	—	—	243	(202,904)	203,147
	TOTAL 1991	\$ 40,190,873	\$ (36,924)(a)	\$ 355,489	\$ —	\$ 40,509,438	\$ 39,929,451	\$ 579,987
	TOTAL 1990	\$ 37,913,427	\$ —	\$ 274,425	\$ —	\$ 38,187,852	\$ 37,388,697	\$ 799,155

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.17.2

LABOUR

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 3,113,170	\$ —	\$ —	\$ —	\$ 3,113,170	\$ 3,128,282	\$ (15,112)
	Supplies and services	1,108,937	—	—	—	1,108,937	1,063,313	45,624
	Grants	10,100	—	—	—	10,100	4,000	6,100
	Purchase of fixed assets	327,960	—	—	—	327,960	296,610	31,350
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 4,611,947	\$ —	\$ —	\$ —	\$ 4,611,947	\$ 4,543,731	\$ 68,216
	TOTAL 1990	\$ 4,431,615	\$ —	\$ —	\$ —	\$ 4,431,615	\$ 4,385,070	\$ 46,545
2	Labour Relations							
	Salaries, wages and employee benefits	\$ 5,555,473	\$ —	\$ —	\$ —	\$ 5,555,473	\$ 5,578,191	\$ (22,718)
	Supplies and services	691,834	—	—	—	691,834	705,011	(13,177)
	Grants	58,580	—	—	—	58,580	27,500	31,080
	Purchase of fixed assets	55,199	—	—	—	55,199	46,230	8,969
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 6,361,086	\$ —	\$ —	\$ —	\$ 6,361,086	\$ 6,356,932	\$ 4,154
	TOTAL 1990	\$ 6,202,371	\$ —	\$ —	\$ —	\$ 6,202,371	\$ 6,136,618	\$ 65,753
3	General Safety Services							
	Salaries, wages and employee benefits	\$ 12,855,684	\$ —	\$ —	\$ —	\$ 12,855,684	\$ 12,960,139	\$ (104,455)
	Supplies and services	2,650,578	—	—	(114,621)	2,535,957	2,466,204	69,753
	Grants	4,348	—	—	—	4,348	4,268	80
	Purchase of fixed assets	376,944	—	—	114,621	491,565	455,876	35,689
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 15,887,554	\$ —	\$ —	\$ —	\$ 15,887,554	\$ 15,886,487	\$ 1,067
	TOTAL 1990	\$ 14,668,410	\$ —	\$ —	\$ —	\$ 14,668,410	\$ 14,120,576	\$ 547,834
4	Labour Relations							
	Adjudication and Regulation							
	Salaries, wages and employee benefits	\$ 1,277,772	\$ —	\$ —	\$ —	\$ 1,277,772	\$ 1,231,920	\$ 45,852
	Supplies and services	338,852	—	—	—	338,852	383,644	(44,792)
	Grants	500	—	—	—	500	250	250
	Purchase of fixed assets	7,000	—	—	—	7,000	6,224	776
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,624,124	\$ —	\$ —	\$ —	\$ 1,624,124	\$ 1,622,038	\$ 2,086
TOTAL 1990	\$ 1,572,990	\$ —	\$ —	\$ —	\$ 1,572,990	\$ 1,540,374	\$ 32,616	
5	Individual's Rights Protection							
	Salaries, wages and employee benefits	\$ 994,665	\$ —	\$ 157,954	\$ —	\$ 1,152,619	\$ 1,179,153	\$ (26,534)
	Supplies and services	312,428	(36,924)	197,535	—	473,039	443,848	29,191
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,307,093	\$ (36,924)	\$ 355,489	\$ —	\$ 1,625,658	\$ 1,623,001	\$ 2,657
	TOTAL 1990	\$ 1,164,834	\$ —	\$ 274,425	\$ —	\$ 1,439,259	\$ 1,476,183	\$ (36,924)

LABOUR

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Personnel Administration							
	Salaries, wages and employee benefits	\$ 7,545,060	\$ —	\$ —	\$ —	\$ 7,545,060	\$ 7,535,286	\$ 9,774
	Supplies and services	2,731,115	—	—	(160,000)	2,571,115	2,282,775	288,340
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	122,651	—	—	160,000	282,651	282,105	546
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 10,398,826	\$ —	\$ —	\$ —	\$ 10,398,826	\$ 10,100,166	\$ 298,660
	TOTAL 1990	\$ 9,896,068	\$ —	\$ —	\$ —	\$ 9,896,068	\$ 9,695,708	\$ 200,360
	Total Voted 1991	\$ 40,190,630	\$ (36,924)	\$ 355,489	\$ —	\$ 40,509,195	\$ 40,132,355	\$ 376,840
	Total Voted 1990	\$ 37,936,288	\$ —	\$ 274,425	\$ —	\$ 38,210,713	\$ 37,354,529	\$ 856,184
STATUTORY APPROPRIATIONS								
	Personnel Administration							
	Office Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	(24,948)	24,948
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	5,000	—	—	—	5,000	2,737	2,263
	Other	(4,757)	—	—	—	(4,757)	(180,693)	175,936
	Total Statutory 1991	\$ 243	\$ —	\$ —	\$ —	\$ 243	\$ (202,904)	\$ 203,147
	Total Statutory 1990	\$ (22,861)	\$ —	\$ —	\$ —	\$ (22,861)	\$ 34,168	\$ (57,029)
	Department Total 1991	\$ 40,190,873	\$ (36,924)(a)	\$ 355,489	\$ —	\$ 40,509,438	\$ 39,929,451	\$ 579,987
	Department Total 1990	\$ 37,913,427	\$ —	\$ 274,425	\$ —	\$ 38,187,852	\$ 37,388,697	\$ 799,155

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.17.3

LABOUR
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 265,825	\$ 295,480
1.0.2	Executive management	573,466	732,298
1.0.3	Human resources services	318,753	289,743
1.0.4	Finance and administration	1,359,499	1,202,919
1.0.5	Systems	906,521	862,878
1.0.6	Communications	109,881	98,687
1.0.7	Planning and research	636,138	374,840
1.0.8	Information services	441,864	686,886
		<u>4,611,947</u>	<u>4,543,731</u>
2	Labour Relations		
2.0.1	Divisional support	173,738	126,434
2.0.2	Pension plan services	393,020	399,971
2.0.3	Mediation services	1,059,904	1,005,786
2.0.4	Employment standards	4,489,114	4,567,645
2.0.5	Employee/employer services	245,310	257,096
		<u>6,361,086</u>	<u>6,356,932</u>
3	General Safety Services		
3.0.1	Divisional support	550,065	624,787
3.0.2	Boilers	3,865,151	3,807,589
3.0.3	Building standards	1,682,730	1,672,928
3.0.4	Electrical protection	2,928,162	3,111,254
3.0.5	Elevators	768,383	738,378
3.0.6	Fire prevention	3,130,509	2,928,692
3.0.7	Plumbing and gas	2,962,554	3,002,859
		<u>15,887,554</u>	<u>15,886,487</u>
4	Labour Relations Adjudication and Regulation		
4.0.1	Labour Relations Board	1,624,124	1,622,038
5	Individual's Rights Protection		
5.0.1	Human Rights Commission	1,307,093	1,623,001
6	Personnel Administration		
6.0.1	Public Service		
	Commissioner's office	272,106	217,168
6.0.2	Employee relations	2,431,920	2,221,912
6.0.3	Management programs	949,866	963,925
6.0.4	Staff development and occupational health	2,306,294	2,292,866
6.0.5	Classification and staffing	2,060,856	2,037,628
6.0.6	Recruitment/career advertising	468,044	303,113
6.0.7	Systems and planning support	1,600,853	1,830,799
6.0.8	Personnel management improvement services	308,887	232,755
		<u>10,398,826</u>	<u>10,100,166</u>
		<u>40,190,630</u>	<u>40,132,355</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
STATUTORY APPROPRIATIONS			
	Personnel Administration		
	Office Revolving Fund	\$ 243	\$ (202,904)
	Department Total	<u>\$ 40,190,873</u>	<u>\$ 39,929,451</u>

LABOUR
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Fees, Permits and Licences:		
Boilers and Pressure Vessels Act	\$2,707,539	\$2,680,931
Electrical Protection Act	1,653,512	1,575,120
Other	1,246,493	1,169,582
	<u>5,607,544</u>	<u>5,425,633</u>
Other Revenue:		
Refunds of expenditure	308,255	27,124
Miscellaneous:		
Long term disability plan	2,108	144,655
Other	68,467	18,406
	<u>378,830</u>	<u>190,185</u>
Total revenue	<u>\$5,986,374</u>	<u>\$5,615,818</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Municipal Affairs is responsible for the legislation covering the administration of all types of municipalities, and the coordination and implementation of programs related to housing and native affairs. Municipal officers are assisted in the conduct of local affairs, planning and assessment services. Assistance is given in the business management and efficient administration of municipal divisions.

Statement No. 3.18.1

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 9,578,562	\$ —	\$ —	\$ —	\$ 9,578,562	\$ 9,231,375	\$ 347,187
2	Financial Support for Municipal Programs							
2.1	Alberta Partnership Transfer Program	107,622,471	—	—	51,000	107,673,471	107,672,777	694
2.2	Municipal Debenture Interest Rebate Program	48,300,000	—	—	(61,200)	48,238,800	48,238,631	169
2.3	Alberta Municipal Partnership in Local Employment Program	61,143,634	—	—	—	61,143,634	61,132,686	10,948
2.4	Senior Citizen Accommodation Municipal Tax Grant	1,000,000	—	—	10,200	1,010,200	1,010,158	42
2.5	Transitional Financial Assistance	2,500,000	—	—	—	2,500,000	2,500,000	—
		220,566,105	—	—	—	220,566,105	220,554,252	11,853
3	Alberta Property Tax Reduction Plan - Rebates to Individuals							
3.1	Program Support	655,977	—	—	—	655,977	621,766	34,211
3.2	Senior Citizen Renters Assistance	51,460,000	—	—	—	51,460,000	49,483,588	1,976,412
3.3	Property Owner Tax Rebate	73,793,202	—	—	—	73,793,202	70,430,512	3,362,690
		125,909,179	—	—	—	125,909,179	120,535,866	5,373,313
4	Support to Community Planning Services							
4.1	Grant to Alberta Planning Fund	5,988,480	—	—	—	5,988,480	5,988,480	—
4.2	Coordination and Administration of Community Planning	3,491,364	—	—	—	3,491,364	3,315,542	175,822
		9,479,844	—	—	—	9,479,844	9,304,022	175,822
5	Administrative and Technical Support to Municipalities							
5.1	Program Support	427,839	—	—	30,000	457,839	444,928	12,911
5.2	Administrative Assistance to Local Authorities	3,076,288	—	—	(15,000)	3,061,288	2,823,888	237,400
5.3	Improvement Districts and Native Services	7,881,995	—	556,066	(131,000)	8,307,061	7,928,314	378,747
5.4	Administration of Special Areas	541,202	—	—	46,000	587,202	570,562	16,640
5.5	Assessment Services	12,090,201	—	—	70,000	12,160,201	12,101,949	58,252
		24,017,525	—	556,066	—	24,573,591	23,869,641	703,950
6	Regulatory Boards	1,934,584	—	—	—	1,934,584	1,805,306	129,278

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
7	Research and Financial Assistance for Housing							
7.1	Program Support	\$ 22,159,557	\$ —	\$ —	\$ —	\$ 22,339,557	\$ 19,135,031	\$ 3,204,526
7.2	Financial Assistance for Housing	51,186,077	—	11,000,000	—	62,186,077	41,884,178	20,301,899
7.3	Alberta Mortgage Interest Shielding Program	20,420,000	—	37,580,000	—	58,000,000	44,399,506	13,600,494
7.4	Alberta Family First-Home Program	10,000,000	—	5,200,000	—	15,200,000	17,051,117	(1,851,117)
		<u>103,765,634</u>	<u>—</u>	<u>53,960,000</u>	<u>—</u>	<u>157,725,634</u>	<u>122,469,832</u>	<u>35,255,802</u>
8	Housing and Mortgage Assistance for Albertans	170,000,000	—	58,300,000	—	228,300,000	206,978,702	21,321,298
	TOTAL 1991	<u>\$ 665,251,433</u>	<u>\$ —</u>	<u>\$ 112,816,066</u>	<u>\$ —</u>	<u>\$ 778,067,499</u>	<u>\$ 714,748,996</u>	<u>\$ 63,318,503</u>
	TOTAL 1990	<u>\$ 690,843,000</u>	<u>\$ —</u>	<u>\$ 7,600,000</u>	<u>\$ —</u>	<u>\$ 698,443,000</u>	<u>\$ 627,821,577</u>	<u>\$ 70,621,423</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.18.2

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 5,933,092	\$ —	\$ —	\$ —	\$ 5,933,092	\$ 5,924,246	\$ 8,846
	Supplies and services	2,948,807	—	—	—	2,948,807	2,607,780	341,027
	Grants	155,490	—	—	—	155,490	145,686	9,804
	Purchase of fixed assets	489,393	—	—	—	489,393	502,137	(12,744)
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 9,578,562	\$ —	\$ —	\$ —	\$ 9,578,562	\$ 9,231,375	\$ 347,187
	TOTAL 1990	\$ 9,783,119	\$ —	\$ —	\$ —	\$ 9,783,119	\$ 9,703,777	\$ 79,342
2	Financial Support for Municipal Programs							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	220,566,105	—	—	—	220,566,105	220,554,252	11,853
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 220,566,105	\$ —	\$ —	\$ —	\$ 220,566,105	\$ 220,554,252	\$ 11,853
	TOTAL 1990	\$ 225,536,380	\$ —	\$ 3,000,000	\$ —	\$ 228,536,380	\$ 227,733,417	\$ 802,963
3	Alberta Property Tax Reduction Plan - Rebates to Individuals							
	Salaries, wages and employee benefits	\$ 576,522	\$ —	\$ —	\$ —	\$ 576,522	\$ 556,903	\$ 19,619
	Supplies and services	662,215	—	—	—	662,215	645,280	16,935
	Grants	124,670,442	—	—	—	124,670,442	119,333,683	5,336,759
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 125,909,179	\$ —	\$ —	\$ —	\$ 125,909,179	\$ 120,535,866	\$ 5,373,313
	TOTAL 1990	\$ 125,490,573	\$ —	\$ —	\$ —	\$ 125,490,573	\$ 116,010,033	\$ 9,480,540
4	Support to Community Planning Services							
	Salaries, wages and employee benefits	\$ 3,048,073	\$ —	\$ —	\$ —	\$ 3,048,073	\$ 2,904,864	\$ 143,209
	Supplies and services	443,291	—	—	(77,250)	366,041	334,571	31,470
	Grants	5,988,480	—	—	—	5,988,480	5,988,480	—
	Purchase of fixed assets	—	—	—	77,250	77,250	76,107	1,143
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 9,479,844	\$ —	\$ —	\$ —	\$ 9,479,844	\$ 9,304,022	\$ 175,822
	TOTAL 1990	\$ 9,063,333	\$ —	\$ —	\$ —	\$ 9,063,333	\$ 8,968,410	\$ 94,923
5	Administrative and Technical Support to Municipalities							
	Salaries, wages and employee benefits	\$ 17,844,234	\$ —	\$ —	\$ —	\$ 17,844,234	\$ 17,481,462	\$ 362,772
	Supplies and services	3,190,085	—	—	(210,052)	2,980,033	2,655,230	324,803
	Grants	2,938,786	—	556,066	—	3,494,852	3,484,494	10,358
	Purchase of fixed assets	20,420	—	—	210,052	230,472	227,841	2,631
	Other	24,000	—	—	—	24,000	20,614	3,386
	TOTAL 1991	\$ 24,017,525	\$ —	\$ 556,066	\$ —	\$ 24,573,591	\$ 23,869,641	\$ 703,950
	TOTAL 1990	\$ 26,887,277	\$ —	\$ 4,600,000	\$ —	\$ 31,487,277	\$ 30,673,134	\$ 814,143

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Regulatory Boards							
	Salaries, wages and employee benefits	\$ 1,426,265	\$ —	\$ —	\$ —	\$ 1,426,265	\$ 1,361,907	\$ 64,358
	Supplies and services	508,319	—	—	—	508,319	443,399	64,920
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 1,934,584	\$ —	\$ —	\$ —	\$ 1,934,584	\$ 1,805,306	\$ 129,278
	TOTAL 1990	\$ 1,741,915	\$ —	\$ —	\$ —	\$ 1,741,915	\$ 1,740,895	\$ 1,020
7	Research and Financial Assistance for Housing							
	Salaries, wages and employee benefits	\$ 10,260,070	\$ —	\$ —	\$ —	\$ 10,260,070	\$ 10,073,932	\$ 186,138
	Supplies and services	10,196,864	—	180,000	(90,000)	10,286,864	7,381,786	2,905,078
	Grants	77,862,427	—	53,780,000	—	131,642,427	98,394,739	33,247,688
	Purchase of fixed assets	1,702,623	—	—	90,000	1,792,623	1,679,398	113,225
	Other	3,743,650	—	—	—	3,743,650	4,939,977	(1,196,327)
	TOTAL 1991	\$ 103,765,634	\$ —	\$ 53,960,000	\$ —	\$ 157,725,634	\$ 122,469,832	\$ 35,255,802
	TOTAL 1990	\$ 91,758,403	\$ —	\$ —	\$ —	\$ 91,758,403	\$ 61,605,619	\$ 30,152,784
8	Housing and Mortgage Assistance for Albertans							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ 3,383,385	\$ 3,383,385	\$ 2,659,843	\$ 723,542
	Supplies and services	—	—	—	1,134,047	1,134,047	597,077	536,970
	Grants	170,000,000	—	58,300,000	(5,156,578)	223,143,422	203,268,561	19,874,861
	Purchase of fixed assets	—	—	—	632,896	632,896	453,221	179,675
	Other	—	—	—	6,250	6,250	—	6,250
	TOTAL 1991	\$ 170,000,000	\$ —	\$ 58,300,000	\$ —	\$ 228,300,000	\$ 206,978,702	\$ 21,321,298
	TOTAL 1990	\$ 200,582,000	\$ —	\$ —	\$ —	\$ 200,582,000	\$ 171,386,292	\$ 29,195,708
Department Total 1991		\$ 665,251,433	\$ —	\$ 112,816,066	\$ —	\$ 778,067,499	\$ 714,748,996	\$ 63,318,503
Department Total 1990		\$ 690,843,000	\$ —	\$ 7,600,000	\$ —	\$ 698,443,000	\$ 627,821,577	\$ 70,621,423

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.18.3

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 267,198	\$ 248,385
1.0.2	Deputy minister's office	493,904	530,267
1.0.3	Finance and administrative services	8,817,460	8,452,723
		<u>9,578,562</u>	<u>9,231,375</u>
2	Financial Support for Municipal Programs		
2.1	Alberta Partnership Transfer Program		
2.1.1	Municipal assistance grants	107,622,471	107,672,777
2.2	Municipal Debenture Interest Rebate Program		
2.2.1	Interest rebates	48,300,000	48,238,631
2.3	Alberta Municipal Partnership in Local Employment Program		
2.3.1	Grants to municipalities	61,143,634	61,132,686
2.4	Senior Citizen Accommodation Municipal Tax Grant		
2.4.1	Grants to municipalities	1,000,000	1,010,158
2.5	Transitional Financial Assistance		
2.5.2	Town of Banff transitional grant	2,500,000	2,500,000
		<u>220,566,105</u>	<u>220,554,252</u>
3	Alberta Property Tax Reduction Plan - Rebates to Individuals		
3.1	Program Support		
3.1.1	Grants administration branch	655,977	621,766
3.2	Senior Citizen Renters Assistance		
3.2.1	Rebates to senior citizens	51,460,000	49,483,588
3.3	Property Owner Tax Rebate		
3.3.1	Property tax reduction grants	499,814	94,994
3.3.2	Minimum benefit claims	73,293,388	70,335,518
		<u>125,909,179</u>	<u>120,535,866</u>
4	Support to Community Planning Services		
4.1	Grant to Alberta Planning Fund		
4.1.1	Alberta Planning Fund grant	5,988,480	5,988,480
4.2	Coordination and Administration of Community Planning		
4.2.1	Planning research and development	956,296	930,590
4.2.2	Planning branch	1,808,905	1,609,115
4.2.3	Planning support	726,163	775,837
		<u>9,479,844</u>	<u>9,304,022</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
5	Administrative and Technical Support to Municipalities		
5.1	Program Support		
5.1.1	Property tax branch	\$ 427,839	\$ 444,928
5.2	Administrative Assistance to Local Authorities		
5.2.1	Municipal services	2,271,435	2,072,453
5.2.2	Tax recovery	387,003	349,565
5.2.3	Financial support to local authorities	417,850	401,870
5.3	Improvement Districts and Native Services		
5.3.1	Improvement District administration branch	3,984,883	3,961,185
5.3.2	Native services, lands and extension	3,897,112	3,967,129
5.4	Administration of Special Areas		
5.4.1	Special Areas Board	541,202	570,562
5.5	Assessment Services		
5.5.1	Assessment operations	10,136,008	10,265,275
5.5.2	Assessment standards	1,237,956	1,142,505
5.5.3	Assessment inspection	716,237	694,169
		<u>24,017,525</u>	<u>23,869,641</u>
6	Regulatory Boards		
6.0.1	Assessment Appeal Board	523,295	465,271
6.0.2	Local Authorities Board	530,147	439,406
6.0.3	Alberta Planning Board	692,008	702,499
6.0.4	Assessment Equalization Board	189,134	198,130
		<u>1,934,584</u>	<u>1,805,306</u>
7	Research and Financial Assistance for Housing		
7.1	Program Support		
7.1.1	Financial assistance and research branch	4,501,405	3,702,492
7.1.2	Rural and emergency housing	9,337,639	8,633,917
7.1.3	Administrative support	1,626,136	1,543,584
7.1.4	Mortgage assistance administration	6,694,377	5,255,038
7.2	Financial Assistance for Housing		
7.2.1	Housing registries	307,000	445,000
7.2.2	Innovative housing grants	600,000	666,282
7.2.3	Rental investment grants	400,000	408,645
7.2.4	Senior citizens' unique home program	889,000	808,819
7.2.5	Pioneer housing grants	3,000	1,188
7.2.6	Seniors' home improvement grants	5,650,000	6,447,451
7.2.7	Handicapped housing grants	3,720,000	1,213,494
7.2.8	Rural and native mortgage program	4,781,077	2,516,658
7.2.9	Isolated community housing program	1,130,000	1,427,977
7.2.11	Emergency repair program	225,000	196,021

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE
BY ELEMENT

<u>Vote and Ref. No.</u>	<u>Program/Element</u>	<u>Estimates</u>	<u>Expended</u>
7.2.12	Water and sewer improvement program	\$ 481,000	\$ 459,888
7.2.13	Seniors' emergency medic alert program	3,000,000	1,055,847
7.2.14	Seniors' independent living program	30,000,000	26,236,908
7.3	Alberta Mortgage Interest Shielding Program		
7.3.1	Mortgage interest rebates	20,420,000	44,399,506
7.4	Alberta Family First-Home Program		
7.4.1	Mortgage interest rebates	10,000,000	17,051,117
		<u>103,765,634</u>	<u>122,469,832</u>
8	Housing and Mortgage Assistance for Albertans		
8.0.1	Alberta Mortgage and Housing Corporation	170,000,000	206,978,702
	Department Total	<u>\$ 665,251,433</u>	<u>\$ 714,748,996</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.18.4

MUNICIPAL AFFAIRS
 REVENUE
 FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Fees, Permits and Licences:		
Local Authorities Board	\$ 213,314	\$ 262,315
Other	815,120	1,069,099
	<u>1,028,434</u>	<u>1,331,414</u>
Other Revenue:		
Refunds of expenditure:		
Assessments	2,874,692	2,930,343
Administration of special areas and improvement districts	1,370,483	1,508,367
Previous years' refunds	346,694	244,681
Other	100,426	547,000
Sales of assets	218,799	105,684
Miscellaneous:		
Rentals	1,755,064	2,000,554
Other	207,345	130,603
	<u>6,873,503</u>	<u>7,467,232</u>
Total revenue	<u>\$7,901,937</u>	<u>\$8,798,646</u>

The Department of Public Works, Supply and Services is responsible for the coordination and the implementation of the policies and programs of the Government of Alberta in matters pertaining to the provision of general purpose accommodation (whether by construction, purchase or lease); for project management assistance for the design and construction of hospitals, nursing homes and major surface water development projects; for the operation and maintenance of government space; and, for land acquisitions, transportation services, central purchasing and supply, information and telecommunications services for government departments and various boards, agencies and commissions. In addition, the Department is responsible for the funding of major exhibitions and fairs through the issuance of capital grants, and for the administration of the Interprovincial Lottery Act. The Department also controls and regulates horse racing in accordance with the Statutes of Alberta. The Alberta Gaming Commission regulates all gaming activity in the Province involving bingos, casinos, raffles and pull-tickets.

Statement No. 3.19.1

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 8,930,000	\$ —	\$ —	\$ —	\$ 8,930,000	\$ 8,664,516	\$ 265,484
2	Information and Telecommunication Services							
2.1	Information Services	2,538,000	—	—	170,000	2,708,000	2,431,156	276,844
2.2	Telecommunication Services	48,102,000	—	—	(170,000)	47,932,000	46,530,899	1,401,101
		50,640,000	—	—	—	50,640,000	48,962,055	1,677,945
3	Management of Properties							
3.1	Administrative Support	245,000	—	—	5,000	250,000	238,654	11,346
3.2	Accommodation Planning	15,180,000	—	—	(661,000)	14,519,000	15,083,028	(564,028)
3.3	Realty	127,470,000	—	3,200,000	656,000	131,326,000	129,977,406	1,348,594
3.5	Property Management	86,220,000	(944,729)	—	—	85,275,271	84,047,256	1,228,015
3.6	Contract Management	28,835,000	—	—	—	28,835,000	29,900,149	(1,065,149)
		257,950,000	(944,729)	3,200,000	—	260,205,271	259,246,493	958,778
4	Planning and Implementation of Construction Projects							
4.1	Administrative Support	21,200,000	—	—	143,600	21,343,600	20,189,783	1,153,817
4.2	Advanced Education	8,500,000	—	—	—	8,500,000	5,761,849	2,738,151
4.3	Agriculture	1,100,000	—	—	—	1,100,000	317,455	782,545
4.4	Attorney General	1,000,000	—	—	—	1,000,000	805,748	194,252
4.5	Culture and Multiculturalism	700,000	—	—	—	700,000	344,474	355,526
4.6	Education	500,000	—	—	—	500,000	468,683	31,317
4.7	Forestry, Lands and Wildlife	1,600,000	—	—	—	1,600,000	1,123,411	476,589
4.8	Environment	200,000	—	—	—	200,000	199,289	711
4.11	Labour	70,000	—	—	20,000	90,000	38,512	51,488
4.12	Career Development and Employment	700,000	—	—	10,000	710,000	249,306	460,694
4.13	Multi-Use Facilities (PWSS)	39,200,000	—	—	190,000	39,390,000	39,628,661	(238,661)
4.14	Recreation and Parks	430,000	—	—	—	430,000	296,785	133,215
4.15	Family and Social Services	9,500,000	—	—	—	9,500,000	2,904,124	6,595,876
4.16	Solicitor General	10,700,000	—	—	—	10,700,000	7,646,299	3,053,701
4.17	Tourism	2,000,000	—	—	—	2,000,000	597,618	1,402,382
4.18	Transportation and Utilities	3,200,000	—	—	—	3,200,000	3,073,776	126,224
4.20	Multi-Departmental Services	52,700,000	—	—	(623,600)	52,076,400	47,461,473	4,614,927
4.21	Technology, Research and Telecommunications	2,200,000	—	—	—	2,200,000	1,262,036	937,964
4.22	Health	5,600,000	—	—	260,000	5,860,000	5,464,773	395,227
		161,100,000	—	—	—	161,100,000	137,834,055	23,265,945

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.1 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
5	Central Services and Acquisition of Supplies							
5.1	Administrative Support	\$ 137,200	\$ —	\$ —	\$ (3,500)	\$ 133,700	\$ 131,958	\$ 1,742
5.2	Procurement	3,226,100	—	—	—	3,226,100	3,047,097	179,003
5.3	Operational Support Services	406,500	—	—	—	406,500	366,730	39,770
5.4	Supply Operations	2,108,900	—	—	3,500	2,112,400	1,956,071	156,329
5.5	Government Transportation	9,221,300	—	—	—	9,221,300	9,467,251	(245,951)
		<u>15,100,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>15,100,000</u>	<u>14,969,107</u>	<u>130,893</u>
6	Land Assembly							
6.1	Administrative Support	1,080,000	—	—	240,000	1,320,000	1,227,287	92,713
6.2	Culture and Multiculturalism	450,000	—	—	—	450,000	377,907	72,093
6.3	Forestry, Lands and Wildlife	1,820,000	—	—	(115,000)	1,705,000	1,578,244	126,756
6.4	Environment	5,450,000	—	—	(90,000)	5,360,000	1,663,308	3,696,692
6.5	Recreation and Parks	600,000	—	—	(35,000)	565,000	45,000	520,000
6.8	Public Works, Supply and Services	11,000,000	—	—	—	11,000,000	15,031,194	(4,031,194)
		<u>20,400,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>20,400,000</u>	<u>19,922,940</u>	<u>477,060</u>
7	Lotteries and Financial Assistance to Major Exhibitions and Fairs							
7.1	Program Support	178,800	—	—	—	178,800	39,651	139,149
7.2	Financial Assistance to Major Exhibitions and Fairs	2,197,200	—	—	—	2,197,200	2,168,447	28,753
		<u>2,376,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,376,000</u>	<u>2,208,098</u>	<u>167,902</u>
8	Gaming Policy, Licensing and Control	2,609,160	(5,101)	440,000	—	3,044,059	2,753,899	290,160
9	Control and Development of Horse Racing	7,164,485	—	—	—	7,164,485	7,164,485	—
		<u>526,269,645</u>	<u>(949,830)</u>	<u>3,640,000</u>	<u>—</u>	<u>528,959,815</u>	<u>501,725,648</u>	<u>27,234,167</u>
STATUTORY APPROPRIATIONS								
	Public Works, Supply and Services Revolving Fund	10,875,963	—	—	—	10,875,963	10,869,059	6,904
	TOTAL 1991	\$ 537,145,608(b)	\$ (949,830)(c)	\$ 3,640,000	\$ —	\$ 539,835,778	\$ 512,594,707	\$ 27,241,071
	TOTAL 1990 (a)	\$ 520,878,508	\$ (150,167)(c)	\$ 4,900,000	\$ —	\$ 525,628,341	\$ 517,566,234	\$ 8,062,107

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Includes \$2,609,160 transferred from Attorney General and \$7,164,485 transferred from Solicitor General under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 6,928,400	\$ —	\$ —	\$ —	\$ 6,928,400	\$ 6,707,197	\$ 221,203
	Supplies and services	1,761,320	—	—	—	1,761,320	1,646,679	114,641
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	188,500	—	—	—	188,500	259,114	(70,614)
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 8,930,000	\$ —	\$ —	\$ —	\$ 8,930,000	\$ 8,664,516	\$ 265,484
	TOTAL 1990 (a)	\$ 8,230,400	\$ —	\$ —	\$ —	\$ 8,230,400	\$ 7,943,270	\$ 287,130
2	Information and Telecommunication Services							
	Salaries, wages and employee benefits	\$ 5,203,400	\$ —	\$ —	\$ —	\$ 5,203,400	\$ 5,010,387	\$ 193,013
	Supplies and services	41,503,800	—	—	—	41,503,800	41,235,339	268,461
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	3,932,800	—	—	—	3,932,800	2,716,329	1,216,471
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 50,640,000	\$ —	\$ —	\$ —	\$ 50,640,000	\$ 48,962,055	\$ 1,677,945
	TOTAL 1990	\$ 43,090,000	\$ —	\$ —	\$ —	\$ 43,090,000	\$ 42,982,127	\$ 107,873
3	Management of Properties							
	Salaries, wages and employee benefits	\$ 46,572,700	\$ —	\$ —	\$ —	\$ 46,572,700	\$ 45,832,110	\$ 740,590
	Supplies and services	171,215,200	(944,729)	—	—	170,270,471	171,650,763	(1,380,292)
	Grants	37,200,000	—	3,200,000	—	40,400,000	39,209,727	1,190,273
	Purchase of fixed assets	2,962,100	—	—	—	2,962,100	2,553,893	408,207
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 257,950,000	\$ (944,729)	\$ 3,200,000	\$ —	\$ 260,205,271	\$ 259,246,493	\$ 958,778
	TOTAL 1990 (a)	\$ 245,846,800	\$ —	\$ 2,300,000	\$ —	\$ 248,146,800	\$ 249,091,802	\$ (945,002)
4	Planning and Implementation of Construction Projects							
	Salaries, wages and employee benefits	\$ 17,801,800	\$ —	\$ —	\$ —	\$ 17,801,800	\$ 16,811,319	\$ 990,481
	Supplies and services	86,144,100	—	—	—	86,144,100	64,745,969	21,398,131
	Grants	49,800,000	—	—	—	49,800,000	50,538,850	(738,850)
	Purchase of fixed assets	7,354,100	—	—	—	7,354,100	5,737,917	1,616,183
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 161,100,000	\$ —	\$ —	\$ —	\$ 161,100,000	\$ 137,834,055	\$ 23,265,945
	TOTAL 1990 (a)	\$ 127,133,800	\$ (150,167)	\$ —	\$ —	\$ 126,983,633	\$ 124,539,455	\$ 2,444,178
5	Central Services and Acquisition of Supplies							
	Salaries, wages and employee benefits	\$ 7,585,900	\$ —	\$ —	\$ —	\$ 7,585,900	\$ 7,414,948	\$ 170,952
	Supplies and services	7,361,800	—	—	—	7,361,800	7,403,307	(41,507)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	152,300	—	—	—	152,300	150,852	1,448
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 15,100,000	\$ —	\$ —	\$ —	\$ 15,100,000	\$ 14,969,107	\$ 130,893
	TOTAL 1990	\$ 15,000,000	\$ —	\$ —	\$ —	\$ 15,000,000	\$ 14,524,148	\$ 475,852

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.2 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Land Assembly							
	Salaries, wages and employee benefits	\$ 860,700	\$ —	\$ —	\$ —	\$ 860,700	\$ 842,662	\$ 18,038
	Supplies and services	913,300	—	—	—	913,300	557,699	355,601
	Grants	—	—	—	300,000	300,000	320,104	(20,104)
	Purchase of fixed assets	18,626,000	—	—	(300,000)	18,326,000	18,202,475	123,525
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 20,400,000	\$ —	\$ —	\$ —	\$ 20,400,000	\$ 19,922,940	\$ 477,060
	TOTAL 1990 (a)	\$ 48,975,000	\$ —	\$ 2,600,000	\$ —	\$ 51,575,000	\$ 49,176,735	\$ 2,398,265
7	Lotteries and Financial Assistance to Major Exhibitions and Fairs							
	Salaries, wages and employee benefits	\$ 117,800	\$ —	\$ —	\$ —	\$ 117,800	\$ 30,919	\$ 86,881
	Supplies and services	58,500	—	—	—	58,500	8,732	49,768
	Grants	2,197,200	—	—	—	2,197,200	2,168,447	28,753
	Purchase of fixed assets	2,500	—	—	—	2,500	—	2,500
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 2,376,000	\$ —	\$ —	\$ —	\$ 2,376,000	\$ 2,208,098	\$ 167,902
	TOTAL 1990	\$ 3,257,000	\$ —	\$ —	\$ —	\$ 3,257,000	\$ 2,726,309	\$ 530,691
8	Gaming Policy, Licensing and Control							
	Salaries, wages and employee benefits	\$ 2,280,300	\$ —	\$ 440,000	\$ —	\$ 2,720,300	\$ 2,400,722	\$ 319,578
	Supplies and services	314,470	(5,101)	—	—	309,369	339,716	(30,347)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	14,390	—	—	—	14,390	13,461	929
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 2,609,160	\$ (5,101)	\$ 440,000	\$ —	\$ 3,044,059	\$ 2,753,899	\$ 290,160
	TOTAL 1990	\$ 2,408,080	\$ —	\$ —	\$ —	\$ 2,408,080	\$ 2,465,244	\$ (57,164)
9	Control and Development of Horse Racing							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	7,164,485	—	—	—	7,164,485	7,164,485	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 7,164,485	\$ —	\$ —	\$ —	\$ 7,164,485	\$ 7,164,485	\$ —
	TOTAL 1990	\$ 7,075,868	\$ —	\$ —	\$ —	\$ 7,075,868	\$ 7,075,868	\$ —
	Total Voted 1991	\$ 526,269,645	\$ (949,830)	\$ 3,640,000	\$ —	\$ 528,959,815	\$ 501,725,648	\$ 27,234,167
	Total Voted 1990 (a)	\$ 501,016,948	\$ (150,167)	\$ 4,900,000	\$ —	\$ 505,766,781	\$ 500,524,958	\$ 5,241,823

Statement No. 3.19.2 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
STATUTORY APPROPRIATIONS								
	Public Works, Supply and Services Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	(239,000)	—	—	—	(239,000)	139,791	(378,791)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	30,486,263	—	—	—	30,486,263	29,851,067	635,196
	Other	(19,371,300)	—	—	—	(19,371,300)	(19,121,799)	(249,501)
	Total Statutory 1991	\$ 10,875,963	\$ —	\$ —	\$ —	\$ 10,875,963	\$ 10,869,059	\$ 6,904
	Total Statutory 1990	\$ 19,861,560	\$ —	\$ —	\$ —	\$ 19,861,560	\$ 17,041,276	\$ 2,820,284
	Department Total 1991	\$ 537,145,608(b)	\$ (949,830)(c)	\$ 3,640,000	\$ —	\$ 539,835,778	\$ 512,594,707	\$ 27,241,071
	Department Total 1990 (a)	\$ 520,878,508	\$ (150,167)(c)	\$ 4,900,000	\$ —	\$ 525,628,341	\$ 517,566,234	\$ 8,062,107

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Includes \$2,609,160 transferred from Attorney General and \$7,164,485 transferred from Solicitor General under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.3

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 315,000	\$ 323,371
1.0.2	Deputy minister's office	332,000	314,501
1.0.3	Communications administration	462,000	395,592
1.0.4	Personnel	2,137,000	2,202,104
1.0.5	Administrative services	5,684,000	5,428,948
		<u>8,930,000</u>	<u>8,664,516</u>
2	Information and Telecommunication Services		
2.1	Information Services		
2.1.1	Assistant deputy minister's office	173,600	220,990
2.1.2	Planning and policy branch	1,006,900	931,063
2.1.4	Systems management and coordination	1,357,500	1,279,103
2.2	Telecommunication Services		
2.2.1	Administrative support	4,687,400	4,430,902
2.2.2	Telecommunications services branch	25,194,600	27,334,557
2.2.3	Network management	18,220,000	14,765,440
		<u>50,640,000</u>	<u>48,962,055</u>
3	Management of Properties		
3.1	Administrative Support		
3.1.1	Assistant deputy minister - accommodation services	245,000	238,654
3.2	Accommodation Planning		
3.2.1	Administrative support	3,795,000	3,437,488
3.2.2	Tenant improvements	11,385,000	11,645,540
3.3	Realty		
3.3.1	Administrative support	2,519,700	2,516,874
3.3.2	Leases	87,590,300	88,102,512
3.3.3	Grants in lieu of taxes	37,360,000	39,358,020
3.5	Property Management		
3.5.1	Executive director - property management	217,500	253,496
3.5.2	Operational support	3,143,000	2,549,266
3.5.4	Physical plant - southern region	43,198,200	41,689,081
3.5.7	Physical plant - northern region	38,546,700	38,502,104
3.5.8	Operation and maintenance of waterlines	1,114,600	1,053,309
3.6	Contract Management		
3.6.1	Administrative support	2,514,600	2,578,056
3.6.2	Property management contracts	18,575,000	18,561,937
3.6.3	Lease contracts	4,854,900	6,295,544
3.6.5	Tenant services contracts	2,890,500	2,464,612
		<u>257,950,000</u>	<u>259,246,493</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
4	Planning and Implementation of Construction Projects		
4.1	Administrative Support		
4.1.1	Assistant deputy minister - capital development	\$ 185,200	\$ 200,955
4.1.2	Construction division	3,199,000	2,673,207
4.1.3	Cost control and analysis division	1,474,000	1,366,243
4.1.4	Hospital construction administration	1,269,000	1,332,448
4.1.5	Project management division	5,346,000	5,059,137
4.1.6	Site development division	2,771,800	2,724,009
4.1.7	Assistant deputy minister - reservoir development and technical resources	268,000	259,500
4.1.8	Reservoir development	1,194,000	1,088,957
4.1.9	Technical resources	5,493,000	5,485,327
4.2	Advanced Education		
4.2.1	Alberta Vocational Centre - Calgary	100,000	246,861
4.2.5	Alberta Vocational Centre - Edmonton	70,000	31,501
4.2.11	Alberta Vocational Centre - Grouard	130,000	203,413
4.2.12	Alberta Vocational Centre - Lac La Biche	1,500,000	131,604
4.2.17	Alberta Vocational Centre - Slave Lake	6,200,000	4,687,698
4.2.26	AOC/CVC satellite locations - various	500,000	460,772
4.3	Agriculture		
4.3.2	Alberta Special Crops and Horticultural Research Centre - Brooks	745,000	175,465
4.3.3	Irrigated Crops Research Centre - Bow Island	50,000	49,031
4.3.7	Alberta Tree Nursery and Horticultural Centre - Edmonton	25,000	52,339
4.3.11	Food Processing Development Centre - Leduc	50,000	10,269
4.3.13	Agriculture Research Centre - Lethbridge	30,000	30,351
4.3.14	Field Crops Research Centre - Lacombe	200,000	—
4.4	Attorney General		
4.4.4	Family and Youth Court — Calgary	—	86,346
4.4.15	Law courts additions - Edmonton	—	214,636
4.4.18	Law Courts Complex - Edmonton	—	4,881
4.4.24	Provincial Court - High Level	45,000	31,593
4.4.26	Courthouse - High Prairie	—	3,200

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
4.4.32	Courthouse - Red Deer	\$ —	\$ 17,950
4.4.34	Courthouse - Sherwood Park	—	4,889
4.4.36	Courthouse - St. Paul	130,000	7,338
4.4.37	Courthouse - Stony Plain	105,000	54,235
4.4.39	Courthouse - Vegreville	200,000	—
4.4.40	Renovations to court facilities - various	520,000	380,680
4.5	Culture and Multiculturalism		
4.5.3	Palaeontology field station - Brooks	—	3,956
4.5.4	Rutherford House - Edmonton	30,000	29,083
4.5.5	Frank Slide Interpretive Centre - Crownsnest Pass	—	4,026
4.5.6	Tyrrell Museum - Drumheller	—	83,514
4.5.11	Provincial Museum - Edmonton	595,000	114,758
4.5.16	Head-Smashed-In Buffalo Jump - Fort Macleod	75,000	33,336
4.5.25	Museums & interpretive centres - various	—	75,801
4.6	Education		
4.6.1	Correspondence School - Barrhead	100,000	43,704
4.6.10	Portable classroom facilities - various	400,000	424,979
4.7	Forestry, Lands and Wildlife		
4.7.3	Fish and wildlife warehouse - Bragg Creek	—	2,362
4.7.7	Sam Livingston Fish Hatchery - Calgary	715,000	631,417
4.7.12	Raven Brood Trout Station - Caroline	80,000	48,449
4.7.14	Northern Fish Hatchery - Cold Lake	600,000	209,542
4.7.43	Pine Ridge Nursery - Smoky Lake	155,000	130,364
4.7.51	Fish and wildlife warehouses - various	50,000	54,397
4.7.53	Walleye rearing ponds - various	—	46,880
4.8	Environment		
4.8.20	Alberta Environmental Centre - Vegreville	200,000	199,289
4.11	Labour		
4.11.1	Alberta Fire Training School - Vermilion	70,000	38,512
4.12	Career Development and Employment		
4.12.7	Alberta Opportunity Corps - various	200,000	2,086
4.12.12	CVC/AOC Building - Wabasca - Desmarais	500,000	247,220
4.13	Multi-Use Facilities (PWSS)		
4.13.2	Alberta Petroleum Industry Training Centre - Beijing, China	2,600,000	37,545
4.13.6	John J. Bowlen Building — Calgary	100,000	195,726
4.13.14	Cold Lake Marina - Cold Lake	700,000	451,958

Vote and Ref. No.	Program/Element	Estimates	Expended
4.13.16	Provincial Building - Wabasca - Desmarais	\$ 955,000	\$ 768,963
4.13.18	Bonaventure Building - Edmonton	470,000	36,700
4.13.21	Barnett House - Edmonton	120,000	22,164
4.13.26	John E. Brownlee Building - Edmonton	—	79,357
4.13.31	Queen's Printer Building - Edmonton	—	11,495
4.13.32	Land Titles Building - Edmonton	—	39,411
4.13.39	Federal Building - Edmonton	100,000	7,470
4.13.41	Government Centre - Edmonton	—	150,096
4.13.50	Provincial Building - High Prairie	4,400,000	3,619,949
4.13.52	Provincial Building - Medicine Hat	2,900,000	3,848,175
4.13.66	Provincial Building - Taber	2,050,000	1,447,848
4.13.78	Fuel dispensing systems — various	900,000	599,429
4.13.79	Alberta Heritage Fund hopper cars - various	2,000,000	1,382,222
4.13.80	Land transactions - various	3,000,000	5,009,186
4.13.81	Miscellaneous demolition projects - various	300,000	39,016
4.13.82	Off-site services - various	3,305,000	3,142,149
4.13.83	Prisoner holding facilities - various	300,000	168,003
4.13.84	Maintenance projects - various	15,000,000	18,571,799
4.14	Recreation and Parks		
4.14.2	Fish Creek Provincial Park - Calgary	140,000	55,933
4.14.4	Blue Lake Centre - Hinton	60,000	57,641
4.14.6	Buck Lake Provincial Park - Buck Lake	100,000	62,113
4.14.19	William Watson Lodge - Peter Lougheed Provincial Park	130,000	121,098
4.15	Family and Social Services		
4.15.2	Baker Centre - Calgary	—	7,359
4.15.3	Group homes - Calgary	750,000	111,198
4.15.5	Sprucecliff Centre - Calgary	300,000	246,149
4.15.9	Group homes - Edmonton	600,000	336,544
4.15.15	Yellowhead Centre - Edmonton	2,400,000	595,935
4.15.27	Michener Centre - Red Deer	5,450,000	1,606,939
4.16	Solicitor General		
4.16.1	Bow River Correctional Centre - Calgary	60,000	72,650
4.16.3	Remand Centre - Calgary	8,900,000	6,142,356
4.16.4	Young Offenders Centre - Calgary	—	50,338
4.16.12	Remand Centre - Edmonton	—	9,333
4.16.14	Young Offenders Centre - Edmonton	200,000	202,281

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
4.16.20	Driver Examination Office - Grande Prairie	\$ 160,000	\$ 55,087
4.16.21	Youth Assessment Centre (YOA) - Grande Prairie	—	37,778
4.16.22	Correctional Centre - Fort Saskatchewan	—	39,338
4.16.26	Correctional Centre - Lethbridge	—	1,359
4.16.31	Youth Development Centre (YOA) - Strathmore	80,000	80,464
4.16.35	Government facilities - various	1,300,000	955,315
4.17	Tourism		
4.17.5	Travel Information Centre - Field, B.C.	60,000	138,368
4.17.8	Travel Information Centre - Milk River	150,000	64,465
4.17.10	Travel Information Centre - West Glacier, Montana	1,700,000	296,501
4.17.11	Travel Information Centre - Sentinel	40,000	12,261
4.17.21	Travel Information Centre - Walsh	50,000	86,023
4.18	Transportation and Utilities		
4.18.18	Transportation depot - Grimshaw	2,500,000	2,882,928
4.18.31	Transportation depot - Red Deer	—	27,500
4.18.40	Renovations to transportation facilities - various	400,000	20,343
4.18.41	Site development - various	300,000	143,005
4.20	Multi-Departmental Services		
4.20.1	Transferable amount	5,000,000	—
4.20.3	Capital debt repayments - government facilities	700,000	703,368
4.20.4	Capital debt repayments - hospitals	37,300,000	38,175,419
4.20.5	Capital debt repayments - reservoirs	9,700,000	8,582,686
4.21	Technology, Research and Telecommunications		
4.21.5	Coal Research Centre - Devon	325,000	361,714
4.21.8	Alberta Research Council, Millwoods - Edmonton	300,000	211,921
4.21.10	Alberta Research Council, Clover Bar - Edmonton	1,275,000	517,539
4.21.30	Alberta Research Council — various	300,000	170,862
4.22	Health		
4.22.2	Equity interest	2,100,000	2,351,377
4.22.30	Indian Metis Rehabilitation Centre — Bonnyville	25,000	5,147
4.22.35	Henwood Rehabilitation Centre - Edmonton	150,000	8,790
4.22.38	Northern Addictions Centre - Grande Prairie	3,325,000	3,099,459
		<u>161,100,000</u>	<u>137,834,055</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
5	Central Services and Acquisition of Supplies		
5.1	Administrative Support		
5.1.1	Assistant deputy minister's office	\$ 137,200	\$ 131,958
5.2	Procurement		
5.2.1	Executive director's office	217,800	187,680
5.2.2	Purchasing	1,929,500	1,814,704
5.2.3	Contracted services	799,200	765,245
5.2.4	Southern regional office	279,600	279,468
5.3	Operational Support Services		
5.3.1	Standards and technical services	247,500	204,424
5.3.2	Administrative support services branch	159,000	162,306
5.4	Supply Operations		
5.4.1	Executive director's office	117,600	101,873
5.4.2	Records management branch	1,026,800	1,000,151
5.4.3	Surplus sales branch	964,500	854,047
5.5	Government Transportation		
5.5.1	Air transportation services	6,588,500	6,733,090
5.5.2	Automotive services garage	241,000	242,128
5.5.3	Central delivery and courier	2,391,800	2,492,033
		<u>15,100,000</u>	<u>14,969,107</u>
6	Land Assembly		
6.1	Administrative Support		
6.1.1	Administrative support	1,080,000	1,227,287
6.2	Culture and Multiculturalism		
6.2.1	Historical sites	450,000	377,907
6.3	Forestry, Lands and Wildlife		
6.3.1	Provincial grazing reserves	265,000	129,760
6.3.2	Natural areas program	310,000	207,221
6.3.3	Conservation program	225,000	47,120
6.3.4	Wildlife habitat	765,000	1,033,382
6.3.5	Fisheries habitat	135,000	116,844
6.3.6	Public access to fisheries	15,000	—
6.3.8	Resources management program	105,000	43,917
6.4	Environment		
6.4.2	Environmental research	15,000	117,200
6.4.3	Surface water development and control	5,345,000	1,545,683
6.4.4	Operation and maintenance of water resources systems	25,000	425
6.4.5	Land conservation	65,000	—
6.5	Recreation and Parks		
6.5.1	Existing provincial parks	600,000	45,000

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
6.8	Public Works, Supply and Services		
6.8.1	Repayment of Government Land Purchase Fund	\$ 10,000,000	\$ 14,360,010
6.8.2	Land transactions - various	1,000,000	671,184
		<u>20,400,000</u>	<u>19,922,940</u>
7	Lotteries and Financial Assistance to Major Exhibitions and Fairs		
7.1	Program Support		
7.1.1	Administrative support	178,800	39,651
7.2	Financial Assistance to Major Exhibitions and Fairs		
7.2.2	Pari mutuel rebates	1,735,000	1,949,640
7.2.3	Capital grants	462,200	218,807
		<u>2,376,000</u>	<u>2,208,098</u>
8	Gaming Policy, Licensing and Control		
8.0.1	Alberta Gaming Commission	404,000	386,581
8.0.2	Gaming Control	2,205,160	2,367,318
		<u>2,609,160</u>	<u>2,753,899</u>
9	Control and Development of Horse Racing		
9.0.1	Grant to the Alberta Racing Commission	7,164,485	7,164,485
		<u>526,269,645</u>	<u>501,725,648</u>
STATUTORY APPROPRIATIONS			
	Public Works, Supply and Services Revolving Fund	10,875,963	10,869,059
	Department Total	<u>\$ 537,145,608(a)</u>	<u>\$ 512,594,707</u>

(a) Includes \$2,609,160 transferred from Attorney General and \$7,164,485 transferred from Solicitor General under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.4

PUBLIC WORKS, SUPPLY AND SERVICES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Payments from Government of Canada:		
Federal sales tax refunds	\$ 870,478	\$ 1,282,735
Fees, Permits and Licences:		
Lottery licences	3,886,519	3,890,263
Civil service parking	541,013	513,368
	<u>4,427,532</u>	<u>4,403,631</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	2,167,622	1,527,255
Surplus sales	670,478	701,237
Other	881	8,723
Sales of assets:		
Land	12,266,142	4,508,373
Other	302,440	116,128
Miscellaneous:		
Rentals	12,817,204	9,570,157
Other	999,743	1,770,299
	<u>29,224,510</u>	<u>18,202,172</u>
Total revenue	<u>\$34,522,520</u>	<u>\$23,888,538</u>

The Department of Recreation and Parks is responsible for the development and support of recreational services and programs, and for the planning, development and management of Provincial parks.

Statement No. 3.20.1

RECREATION AND PARKS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 3,820,392	\$ —	\$ —	\$ —	\$ 3,820,392	\$ 3,612,259	\$ 208,133
2	Recreation Development							
2.1	Program Support	781,150	—	—	(171,058)	610,092	588,134	21,958
2.2	Financial Assistance	32,074,424	—	—	—	32,074,424	32,055,695	18,729
2.3	Community Recreation and Sport	3,982,497	—	—	250,799	4,233,296	4,147,108	86,188
2.4	Provincial Recreation and Sport	3,291,470	—	—	(79,741)	3,211,729	3,108,528	103,201
		40,129,541	—	—	—	40,129,541	39,899,465	230,076
3	Provincial Parks							
3.1	Program Support	2,185,830	—	—	742,000	2,927,830	2,936,430	(8,600)
3.2	Operations	21,535,713	—	—	(632,000)	20,903,713	20,554,680	349,033
3.3	Parks - Reconstruction	7,715,693	—	—	(110,000)	7,605,693	7,509,061	96,632
3.4	Parks - Construction and Redevelopment	350,000	—	—	—	350,000	302,325	47,675
		31,787,236	—	—	—	31,787,236	31,302,496	484,740
5	Kananaskis Country Management							
5.1	Program Support	1,810,391	—	—	—	1,810,391	1,638,676	171,715
5.2	Operations	9,932,432	—	—	—	9,932,432	9,940,233	(7,801)
5.3	Redevelopment and Construction	1,630,485	—	—	—	1,630,485	1,687,116	(56,631)
		13,373,308	—	—	—	13,373,308	13,266,025	107,283
		89,110,477	—	—	—	89,110,477	88,080,245	1,030,232
STATUTORY APPROPRIATIONS								
	Recreation and Parks Revolving Fund	95,135	—	—	—	95,135	57,184	37,951
TOTAL 1991		\$ 89,205,612	\$ —	\$ —	\$ —	\$ 89,205,612	\$ 88,137,429	\$ 1,068,183
TOTAL 1990		\$ 93,109,617	\$ —	\$ —	\$ —	\$ 93,109,617	\$ 91,756,987	\$ 1,352,630

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.20.2

RECREATION AND PARKS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 3,282,623	\$ —	\$ —	\$ —	\$ 3,282,623	\$ 3,115,143	\$ 167,480
	Supplies and services	428,604	—	—	(8,500)	420,104	380,519	39,585
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	57,385	—	—	8,500	65,885	65,071	814
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 3,820,392	\$ —	\$ —	\$ —	\$ 3,820,392	\$ 3,612,259	\$ 208,133
	TOTAL 1990 (a)	\$ 3,770,876	\$ —	\$ —	\$ —	\$ 3,770,876	\$ 3,596,940	\$ 173,936
2	Recreation Development							
	Salaries, wages and employee benefits	\$ 5,727,577	\$ —	\$ —	\$ —	\$ 5,727,577	\$ 5,696,188	\$ 31,389
	Supplies and services	2,190,940	—	—	—	2,190,940	2,011,163	179,777
	Grants	32,074,424	—	—	—	32,074,424	32,055,695	18,729
	Purchase of fixed assets	136,600	—	—	—	136,600	136,419	181
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 40,129,541	\$ —	\$ —	\$ —	\$ 40,129,541	\$ 39,899,465	\$ 230,076
	TOTAL 1990 (a)	\$ 43,661,686	\$ —	\$ —	\$ —	\$ 43,661,686	\$ 43,211,202	\$ 450,484
3	Provincial Parks							
	Salaries, wages and employee benefits	\$ 17,812,945	\$ —	\$ —	\$ (578,000)	\$ 17,234,945	\$ 16,988,211	\$ 246,734
	Supplies and services	13,641,047	—	—	578,000	14,219,047	13,991,362	227,685
	Grants	100,000	—	—	—	100,000	100,000	—
	Purchase of fixed assets	233,244	—	—	—	233,244	222,923	10,321
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 31,787,236	\$ —	\$ —	\$ —	\$ 31,787,236	\$ 31,302,496	\$ 484,740
	TOTAL 1990 (a)	\$ 31,837,567	\$ —	\$ —	\$ —	\$ 31,837,567	\$ 31,125,530	\$ 712,037
5	Kananaskis Country Management							
	Salaries, wages and employee benefits	\$ 7,993,120	\$ —	\$ —	\$ —	\$ 7,993,120	\$ 7,870,130	\$ 122,990
	Supplies and services	4,947,046	—	—	—	4,947,046	5,064,681	(117,635)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	432,542	—	—	—	432,542	331,214	101,328
	Other	600	—	—	—	600	—	600
	TOTAL 1991	\$ 13,373,308	\$ —	\$ —	\$ —	\$ 13,373,308	\$ 13,266,025	\$ 107,283
	TOTAL 1990	\$ 13,847,988	\$ —	\$ —	\$ —	\$ 13,847,988	\$ 13,840,989	\$ 6,999
	Total Voted 1991	\$ 89,110,477	\$ —	\$ —	\$ —	\$ 89,110,477	\$ 88,080,245	\$ 1,030,232
	Total Voted 1990	\$ 93,118,117	\$ —	\$ —	\$ —	\$ 93,118,117	\$ 91,774,661	\$ 1,343,456

Statement No. 3.20.2 (cont'd)

RECREATION AND PARKS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
	Recreation and Parks							
	Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	7,173	—	—	—	7,173	(4,856)	12,029
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	76,500	—	—	—	76,500	82,425	(5,925)
	Other	11,462	—	—	—	11,462	(20,385)	31,847
	Total Statutory 1991	\$ 95,135	\$ —	\$ —	\$ —	\$ 95,135	\$ 57,184	\$ 37,951
	Total Statutory 1990	\$ (8,500)	\$ —	\$ —	\$ —	\$ (8,500)	\$ (17,674)	\$ 9,174
	Department Total 1991	\$ 89,205,612	\$ —	\$ —	\$ —	\$ 89,205,612	\$ 88,137,429	\$ 1,068,183
	Department Total 1990	\$ 93,109,617	\$ —	\$ —	\$ —	\$ 93,109,617	\$ 91,756,987	\$ 1,352,630

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.20.3

RECREATION AND PARKS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 212,069	\$ 207,230
1.0.2	Deputy minister's office	221,104	220,855
1.0.3	Public communications	211,493	174,497
1.0.4	Corporate planning services	404,730	347,633
1.0.5	Financial services	1,686,286	1,623,269
1.0.6	Human resources services	485,315	447,608
1.0.7	Information services	599,395	591,167
		<u>3,820,392</u>	<u>3,612,259</u>
2	Recreation Development		
2.1	Program Support		
2.1.1	Program management	234,043	215,491
2.1.2	Divisional support	547,107	372,643
2.2	Financial Assistance		
2.2.1	Provincial association grants	1,917,900	1,882,729
2.2.2	Provincial recreation/sport grants	589,800	611,800
2.2.3	Community/municipal grants	29,566,724	29,561,166
2.3	Community Recreation and Sport		
2.3.1	Branch support	387,004	244,727
2.3.2	Recreation field services	1,929,726	2,494,663
2.3.3	Recreation and sport facilities	1,177,873	1,011,567
2.3.4	Community program services	487,894	396,151
2.4	Provincial Recreation and Sport		
2.4.1	Branch support	347,657	305,215
2.4.2	Provincial program services	771,118	724,127
2.4.3	Provincial volunteer support centres	1,054,032	1,024,172
2.4.4	Provincial association services	699,868	667,061
2.4.5	Fitness and leisure services	418,795	387,953
		<u>40,129,541</u>	<u>39,899,465</u>
3	Provincial Parks		
3.1	Program Support		
3.1.1	Division management	422,979	534,013
3.1.2	Management support	777,379	1,015,480
3.1.3	Administrative and technical support	985,472	1,386,937
3.2	Operations		
3.2.1	West central region	5,965,733	5,891,975
3.2.2	East central region	5,815,120	5,527,319
3.2.3	North region	4,189,871	3,895,010
3.2.4	South region	5,564,989	5,240,376
3.3	Parks - Reconstruction		
3.3.1	West central region	1,702,809	1,747,982
3.3.2	East central region	1,932,578	1,928,726
3.3.3	North region	1,054,556	996,091
3.3.4	South region	3,025,750	2,836,262

Vote and Ref. No.	Program/Element	Estimates	Expended
3.4	Parks - Construction and Redevelopment		
3.4.2	Lakeland	\$ 350,000	\$ 302,325
		<u>31,787,236</u>	<u>31,302,496</u>
5	Kananaskis Country Management		
5.1	Program Support		
5.1.1	General administration	587,362	519,537
5.1.2	Public communications	691,179	587,284
5.1.3	Kananaskis village resort association	531,850	531,855
5.2	Operations		
5.2.1	Program administration	2,305,769	2,120,658
5.2.2	Central district	1,888,460	1,916,584
5.2.3	East district	1,995,679	2,025,654
5.2.4	West district	3,401,820	3,522,577
5.2.5	Emergency services	340,704	354,760
5.3	Redevelopment and Construction		
5.3.1	Planning, design and project management	425,333	378,467
5.3.2	Redevelopment and major maintenance	1,205,152	1,308,649
		<u>13,373,308</u>	<u>13,266,025</u>
		<u>89,110,477</u>	<u>88,080,245</u>
STATUTORY APPROPRIATIONS			
	Recreation and Parks Revolving Fund	95,135	57,184
	Department Total	<u>\$ 89,205,612</u>	<u>\$ 88,137,429</u>

RECREATION AND PARKS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Payments from Government of Canada:		
Federal sales tax refunds	\$ —	\$ 32,401
Fees, Permits and Licences:		
Camping fees	2,622,626	2,548,469
Provincial park land disposition	333,935	294,500
Recreation development fees	156,734	145,003
Other	24,608	22,355
	<u>3,137,903</u>	<u>3,010,327</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	28,611	35,387
Other	69,275	90,285
Miscellaneous:		
Provincial park concessions	439,007	289,417
Rentals	122,340	131,518
Provincial parks	66,928	67,485
Utilities	57,193	62,885
Other	3,384	(9,621)
	<u>786,738</u>	<u>667,356</u>
Total revenue	<u>\$3,924,641</u>	<u>\$3,710,084</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Solicitor General's Department provides law enforcement, correctional services, vehicle registration and driver licensing in accordance with the statutes of Alberta, including Provincial policing, private investigators and security guards, and correctional institutions. The Ministry also provides direction to the Alberta Liquor Control Board.

Statement No. 3.21.1

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 8,969,280	\$ —	\$ —	\$ —	\$ 8,969,280	\$ 8,822,285	\$ 146,995
2	Correctional Services							
2.1	Program Support	4,429,900	—	—	1,307,336	5,737,236	5,515,258	221,978
2.2	Institutional Services	88,033,300	—	—	(1,902,635)	86,130,665	85,990,392	140,273
2.3	Community Correctional Services	11,220,400	—	—	(342,601)	10,877,799	10,857,433	20,366
2.4	Purchased Community Services	12,227,500	—	—	937,900	13,165,400	12,711,973	453,427
		115,911,100	—	—	—	115,911,100	115,075,056	836,044
3	Law Enforcement							
3.1	Program Support	3,555,400	—	—	98,330	3,653,730	3,636,838	16,892
3.2	Financial Support for Policing	106,356,000	—	—	(93,000)	106,263,000	106,191,047	71,953
3.3	Federal Gun Control	339,600	—	—	(22,000)	317,600	305,222	12,378
3.4	Court Security and Prisoner Escorts	5,693,600	—	—	(31,330)	5,662,270	5,643,729	18,541
3.5	Impaired Driving Program	905,000	—	—	48,000	953,000	943,759	9,241
		116,849,600	—	—	—	116,849,600	116,720,595	129,005
4	Motor Vehicle Registration and Driver Licensing							
4.1	Program Support	2,672,800	—	—	(386,600)	2,286,200	2,272,583	13,617
4.2	Licence Issuing and Driver Testing	21,026,700	—	—	386,600	21,413,300	21,353,389	59,911
		23,699,500	—	—	—	23,699,500	23,625,972	73,528
	TOTAL 1991	\$ 265,429,480(b)	\$ —	\$ —	\$ —	\$ 265,429,480	\$ 264,243,908	\$ 1,185,572
	TOTAL 1990 (a)	\$ 252,440,815	\$ —	\$ 1,650,000	\$ —	\$ 254,090,815	\$ 253,503,401	\$ 587,414

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$7,164,485 transferred to Public Works, Supply and Services under authority of the Public Service Administrative Transfers Act.

**SOLICITOR GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT**

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 7,334,900	\$ —	\$ —	\$ (62,500)	\$ 7,272,400	\$ 7,231,734	\$ 40,666
	Supplies and services	1,486,900	—	—	40,000	1,526,900	1,422,856	104,044
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	95,700	—	—	22,500	118,200	116,168	2,032
	Other	51,780	—	—	—	51,780	51,527	253
	TOTAL 1991	\$ 8,969,280	\$ —	\$ —	\$ —	\$ 8,969,280	\$ 8,822,285	\$ 146,995
	TOTAL 1990 (a)	\$ 8,844,215	\$ —	\$ —	\$ —	\$ 8,844,215	\$ 8,737,820	\$ 106,395
2	Correctional Services							
	Salaries, wages and employee benefits	\$ 86,278,400	\$ —	\$ —	\$ (1,900,000)	\$ 84,378,400	\$ 84,178,185	\$ 200,215
	Supplies and services	29,325,300	—	—	1,900,000	31,225,300	30,671,542	553,758
	Grants	12,000	—	—	—	12,000	11,000	1,000
	Purchase of fixed assets	295,400	—	—	—	295,400	214,329	81,071
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 115,911,100	\$ —	\$ —	\$ —	\$ 115,911,100	\$ 115,075,056	\$ 836,044
	TOTAL 1990 (a)	\$ 112,448,600	\$ —	\$ —	\$ —	\$ 112,448,600	\$ 112,158,001	\$ 290,599
3	Law Enforcement							
	Salaries, wages and employee benefits	\$ 7,087,800	\$ —	\$ —	\$ —	\$ 7,087,800	\$ 7,224,306	\$ (136,506)
	Supplies and services	77,328,900	—	—	—	77,328,900	77,456,355	(127,455)
	Grants	32,419,300	—	—	—	32,419,300	32,027,422	391,878
	Purchase of fixed assets	13,600	—	—	—	13,600	12,512	1,088
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 116,849,600	\$ —	\$ —	\$ —	\$ 116,849,600	\$ 116,720,595	\$ 129,005
	TOTAL 1990 (a)	\$ 108,705,100	\$ —	\$ 1,650,000	\$ —	\$ 110,355,100	\$ 110,262,890	\$ 92,210
4	Motor Vehicle Registration and Driver Licensing							
	Salaries, wages and employee benefits	\$ 11,641,400	\$ —	\$ —	\$ (173,300)	\$ 11,468,100	\$ 11,396,020	\$ 72,080
	Supplies and services	11,969,100	—	—	173,300	12,142,400	12,141,180	1,220
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	89,000	—	—	—	89,000	88,772	228
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 23,699,500	\$ —	\$ —	\$ —	\$ 23,699,500	\$ 23,625,972	\$ 73,528
	TOTAL 1990	\$ 22,442,900	\$ —	\$ —	\$ —	\$ 22,442,900	\$ 22,344,690	\$ 98,210
	Department Total 1991	\$ 265,429,480(b)	\$ —	\$ —	\$ —	\$ 265,429,480	\$ 264,243,908	\$ 1,185,572
	Department Total 1990 (a)	\$ 252,440,815	\$ —	\$ 1,650,000	\$ —	\$ 254,090,815	\$ 253,503,401	\$ 587,414

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Net of \$7,164,485 transferred to Public Works, Supply and Services under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.21.3

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 254,080	\$ 282,857
1.0.2	Deputy minister's office	187,300	210,882
1.0.3	Finance and administration	2,891,300	2,747,964
1.0.4	Personnel	957,100	915,589
1.0.5	Systems and information services	3,162,600	3,198,655
1.0.6	Staff training college	750,200	745,193
1.0.7	Corporate services	394,700	398,243
1.0.8	Liquor Licensing Review Council	68,100	27,624
1.0.9	Internal audit	303,900	295,278
		<u>8,969,280</u>	<u>8,822,285</u>
2	Correctional Services		
2.1	Program Support		
2.1.1	Administration	4,429,900	5,515,258
2.2	Institutional Services		
2.2.1	Edmonton Remand Centre	12,849,400	13,264,593
2.2.2	Fort Saskatchewan Correctional Centre	10,206,500	10,724,362
2.2.3	Belmont Correctional Centre	2,474,100	2,466,210
2.2.4	Calgary Correctional Centre	8,543,300	8,182,139
2.2.5	Calgary Remand Centre	9,326,900	8,980,209
2.2.6	Bow River Correctional Centre	1,571,100	1,680,646
2.2.7	Peace River Correctional Centre	4,904,100	4,760,217
2.2.8	St. Paul Correctional Centre	2,066,200	501,204
2.2.9	Lethbridge Correctional Centre	7,172,400	7,122,825
2.2.11	Grande Cache Correctional Centre	8,255,500	8,074,368
2.2.12	Edmonton Young Offender Centre	5,897,000	6,038,649
2.2.13	Medicine Hat Remand Centre	2,044,000	2,174,169
2.2.14	Strathmore Youth Development Centre	2,435,400	2,113,768
2.2.16	Kikino Young Offender Centre	913,800	522,095
2.2.18	Red Deer Remand Centre	2,676,400	2,782,966
2.2.19	Grande Prairie Young Offender Centre	935,400	922,967
2.2.20	Lethbridge Young Offender Centre	586,900	592,474
2.2.21	Calgary Young Offender Centre	5,174,900	5,086,531
2.3	Community Correctional Services		
2.3.1	North district	6,112,700	6,016,015
2.3.3	Young offender services	972,400	932,531
2.3.5	South district	4,135,300	3,908,887
2.4	Purchased Community Services		
2.4.1	Community residential centres	5,833,200	6,400,729
2.4.2	Native courtworkers	3,101,700	3,019,674
2.4.3	Community service contracts	3,292,600	3,291,570
		<u>115,911,100</u>	<u>115,075,056</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Law Enforcement		
3.1	Program Support		
3.1.1	Support service	\$ 798,100	\$ 880,810
3.1.3	Protection services	1,952,300	2,001,781
3.1.4	Blood Indian inquiry	—	104,759
3.1.5	Native Criminal Justice Task Force	805,000	649,488
3.2	Financial Support for Policing		
3.2.1	Building subsidy	50,000	50,000
3.2.2	Innovative policing subsidy	360,700	581,721
3.2.3	Subsidy for intermittent detention of intoxicated persons	115,000	102,895
3.2.4	Summer village policing subsidy	48,000	47,000
3.2.5	Provincial policing - R.C.M.P.	73,837,000	73,810,207
3.2.6	Alberta partnership transfer program - municipal police assistance grant	31,747,200	31,599,224
3.2.7	Police phase-in subsidy	198,100	—
3.3	Federal Gun Control		
3.3.1	Administration	104,600	82,266
3.3.2	Payments to municipalities	235,000	222,956
3.4	Court Security and Prisoner Escorts		
3.4.1	Administration	497,100	501,820
3.4.2	Operations	5,196,500	5,141,909
3.5	Impaired Driving Program		
3.5.1	Impaired driving initiatives	584,500	630,423
3.5.2	Check stop	320,500	313,336
		<u>116,849,600</u>	<u>116,720,595</u>
4	Motor Vehicle Registration and Driver Licensing		
4.1	Program Support		
4.1.1	Management services	541,500	365,351
4.1.2	Driver management	1,142,000	1,154,506
4.1.3	Driver Control Board	638,400	507,837
4.1.4	Program development	380,900	244,889
4.2	Licence Issuing and Driver Testing		
4.2.1	Operations support	9,326,500	9,501,383
4.2.2	Southern region	5,204,600	5,539,208
4.2.3	Northern region	5,824,100	5,857,070
4.2.4	Accident claims and prorate	671,500	455,728
		<u>23,699,500</u>	<u>23,625,972</u>
	Department Total	\$ 265,429,480(a)	\$ 264,243,908

(a) Net of \$7,164,485 transferred to Public Works, Supply and Services under authority of the Public Service Administrative Transfers Act.

**SOLICITOR GENERAL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
Young offenders program	\$ 13,460,919	\$ 14,422,833
Federal inmate account	5,926,153	5,312,418
National parole services	5,069,218	4,396,329
Native courtworker program	944,704	765,286
Other	907,308	674,400
	<u>26,308,302</u>	<u>25,571,266</u>
Fees, Permits and Licences:		
Motor vehicle licences:		
Passenger vehicles	66,364,236	50,955,904
Commercial vehicles	56,246,193	49,659,668
Operators	11,455,505	11,583,379
Driver abstracts	4,786,178	3,076,371
Administration fees	2,421,365	2,342,040
Road test fees	2,128,980	1,164,614
Off highway vehicle licences	1,587,645	1,368,494
Reinstatements	1,316,570	1,263,354
Dealers licences	901,243	703,375
Personalized plates	813,110	922,585
Searches	622,603	805,659
Other	397,500	312,445
Other:		
Firearm	268,971	270,297
Other	119,393	117,850
	<u>149,429,492</u>	<u>124,546,035</u>
Other Revenue:		
Refunds of expenditure	267,345	38,349
Miscellaneous:		
Correctional centres	397,756	355,608
Other	274,197	327,044
	<u>939,298</u>	<u>721,001</u>
Total revenue	<u>\$176,677,092</u>	<u>\$150,838,302</u>

The Department of Technology, Research and Telecommunications is responsible for developing policies and implementing programs which promote the further diversification of the Provincial economy by emphasizing advanced technologies, including information and communications, and the promotion of Alberta as a leader in the development and commercialization of applied research.

Statement No. 3.22.1

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Development and Commercialization of Advanced Technologies	\$ 5,910,067	\$ —	\$ 540,000	\$ —	\$ 6,450,067	\$ 6,007,605	\$ 442,462
2	Financing of Technology and Research Projects							
2.1	Infrastructure							
2.2	Development and Support Commercialization of Advanced Technologies	15,622,933	—	—	60,000	15,682,933	15,682,933	—
		11,094,000	—	3,400,000	(60,000)	14,434,000	14,050,822	383,178
		26,716,933	—	3,400,000	—	30,116,933	29,733,755	383,178
	Less: capitalized as a voted non-budgetary disbursement	(3,060,000)	—	(3,000,000)	—	(6,060,000)	(6,060,000)	—
		23,656,933	—	400,000	—	24,056,933	23,673,755	383,178
3	Natural Sciences and Engineering Research	26,095,000	—	2,056,000	—	28,151,000	28,151,000	—
4	Multi-Media Education Services	16,542,000	—	—	—	16,542,000	16,542,000	—
	TOTAL 1991	\$ 72,204,000	\$ —	\$ 2,996,000	\$ —	\$ 75,200,000	\$ 74,374,360	\$ 825,640
	TOTAL 1990	\$ 60,628,000	\$ —	\$ 3,610,000	\$ —	\$ 64,238,000	\$ 63,153,933	\$ 1,084,067

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Development and Commercialization of Advanced Technologies							
	Salaries, wages and employee benefits	\$ 3,116,706	\$ —	\$ —	\$ —	\$ 3,116,706	\$ 2,857,350	\$ 259,356
	Supplies and services	2,523,581	—	540,000	—	3,063,581	2,908,157	155,424
	Grants	100,000	—	—	—	100,000	99,714	286
	Purchase of fixed assets	110,000	—	—	—	110,000	90,058	19,942
	Other	59,780	—	—	—	59,780	52,326	7,454
	TOTAL 1991	\$ 5,910,067	\$ —	\$ 540,000	\$ —	\$ 6,450,067	\$ 6,007,605	\$ 442,462
	TOTAL 1990	\$ 4,919,910	\$ —	\$ 590,000	\$ —	\$ 5,509,910	\$ 5,038,208	\$ 471,702
2	Financing of Technology and Research Projects							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	22,931,933	—	400,000	—	23,331,933	23,331,933	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	3,785,000	—	3,000,000	—	6,785,000	6,401,822	383,178
		26,716,933	—	3,400,000	—	30,116,933	29,733,755	383,178
	Less: capitalized as a voted non-budgetary disbursement	(3,060,000)	—	(3,000,000)	—	(6,060,000)	(6,060,000)	—
	TOTAL 1991	\$ 23,656,933	\$ —	\$ 400,000	\$ —	\$ 24,056,933	\$ 23,673,755	\$ 383,178
	TOTAL 1990	\$ 14,880,090	\$ —	\$ 2,300,000	\$ —	\$ 17,180,090	\$ 16,567,725	\$ 612,365
3	Natural Sciences and Engineering Research							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	26,095,000	—	2,056,000	—	28,151,000	28,151,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 26,095,000	\$ —	\$ 2,056,000	\$ —	\$ 28,151,000	\$ 28,151,000	\$ —
	TOTAL 1990	\$ 24,450,000	\$ —	\$ —	\$ —	\$ 24,450,000	\$ 24,450,000	\$ —
4	Multi-Media Education Services							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	16,542,000	—	—	—	16,542,000	16,542,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 16,542,000	\$ —	\$ —	\$ —	\$ 16,542,000	\$ 16,542,000	\$ —
	TOTAL 1990	\$ 16,378,000	\$ —	\$ 720,000	\$ —	\$ 17,098,000	\$ 17,098,000	\$ —
	Department Total 1991	\$ 72,204,000	\$ —	\$ 2,996,000	\$ —	\$ 75,200,000	\$ 74,374,360	\$ 825,640
	Department Total 1990	\$ 60,628,000	\$ —	\$ 3,610,000	\$ —	\$ 64,238,000	\$ 63,153,933	\$ 1,084,067

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.22.3

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Development and Commercialization of Advanced Technologies		
1.0.1	Minister's office	\$ 237,158	\$ 258,488
1.0.2	Deputy minister's office	205,434	194,367
1.0.3	Financial and administrative services	897,468	809,141
1.0.4	Planning and coordination	1,484,855	1,481,617
1.0.5	Technology commercialization	1,290,545	1,101,980
1.0.6	Investment development and promotion	343,478	207,615
1.0.7	Corporate and public relations	801,325	1,346,197
1.0.8	Human resources	104,804	105,158
1.0.9	Premier's Council on Science and Technology	545,000	503,042
		<u>5,910,067</u>	<u>6,007,605</u>
2	Financing of Technology and Research Projects		
2.1	Infrastructure		
2.1.2	Development and Support Electronics/ microelectronics	2,373,500	2,373,500
2.1.3	Telecommunications/ information services	778,433	838,433
2.1.6	Advanced materials/ processes	11,100,000	11,100,000
2.1.7	Advanced technology and engineering support	1,001,000	1,001,000
2.1.8	Medical research support	370,000	370,000
2.2	Commercialization of Advanced Technologies		
2.2.1	Biotechnology	3,000,000	6,737,629
2.2.2	Electronics/ microelectronics	—	397,585
2.2.3	Telecommunications/ information services	—	—
2.2.4	Computers and software	—	753,642
2.2.5	Advanced manufacturing	—	140,235
2.2.6	Advanced materials/ processes	3,000,000	3,080,209
2.2.7	Emerging technologies	2,761,000	608,522
2.2.8	Medical innovation	2,333,000	2,333,000
		<u>26,716,933</u>	<u>29,733,755</u>
	Less: capitalized as a voted non-budgetary disbursement	<u>(3,060,000)</u>	<u>(6,060,000)</u>
		<u>23,656,933</u>	<u>23,673,755</u>
3	Natural Sciences and Engineering Research		
3.0.1	Alberta Research Council	25,235,000	27,291,000
3.0.2	Electronics Test Centre	860,000	860,000
		<u>26,095,000</u>	<u>28,151,000</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
4	Multi-Media Education Services		
4.0.1	Program support	\$ 4,087,000	\$ 4,087,000
4.0.2	Development and production	8,159,000	8,159,000
4.0.3	Media utilization	4,296,000	4,296,000
		<u>16,542,000</u>	<u>16,542,000</u>
	Department Total	<u>\$ 72,204,000</u>	<u>\$ 74,374,360</u>

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
Patent Act	<u>\$2,322,638</u>	<u>\$2,316,303</u>
Other Revenue:		
Investment income	146,852	159,821
Refunds of expenditure	63,610	21,471
Miscellaneous	<u>109,534</u>	<u>—</u>
	<u>319,996</u>	<u>181,292</u>
Total revenue	<u>\$2,642,634</u>	<u>\$2,497,595</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Tourism is responsible for leading the development of a competitive tourism industry which contributes to Alberta's economic growth.

Statement No. 3.23.1

TOURISM

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 5,732,020	\$ —	\$ —	\$ —	\$ 5,732,020	\$ 5,507,317	\$ 224,703
2	Tourism Planning, Development and Marketing							
2.1	Planning	2,381,510	—	—	403,167	2,784,677	2,468,131	316,546
2.2	Industry and Business Development	6,087,540	—	—	(1,096,587)	4,990,953	4,337,037	653,916
2.3	Marketing	13,015,770	—	—	421,000	13,436,770	13,202,211	234,559
2.4	Canada/Alberta Tourism Agreement	3,786,960	—	7,677,400	272,420	11,736,780	11,702,082	34,698
		25,271,780	—	7,677,400	—	32,949,180	31,709,461	1,239,719
3	Tourism Education and Training	805,200	—	—	—	805,200	798,506	6,694
		31,809,000	—	7,677,400	—	39,486,400	38,015,284	1,471,116
STATUTORY APPROPRIATIONS								
	Tourism Revolving Fund	(15,000)	—	—	—	(15,000)	82,589	(97,589)
TOTAL 1991		\$ 31,794,000	\$ —	\$ 7,677,400	\$ —	\$ 39,471,400	\$ 38,097,873	\$ 1,373,527
TOTAL 1990		\$ 32,202,395	\$ —	\$ 1,200,000	\$ —	\$ 33,402,395	\$ 30,735,447	\$ 2,666,948

TOURISM
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,950,520	\$ —	\$ —	\$ 63,000	\$ 3,013,520	\$ 2,937,409	\$ 76,111
	Supplies and services	2,581,070	—	—	(63,000)	2,518,070	2,370,726	147,344
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	148,650	—	—	—	148,650	147,656	994
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 5,732,020	\$ —	\$ —	\$ —	\$ 5,732,020	\$ 5,507,317	\$ 224,703
	TOTAL 1990 (a)	\$ 5,639,685	\$ —	\$ —	\$ —	\$ 5,639,685	\$ 5,078,448	\$ 561,237
2	Tourism Planning, Development and Marketing							
	Salaries, wages and employee benefits	\$ 6,624,090	\$ —	\$ 294,000	\$ 450,700	\$ 7,368,790	\$ 6,748,446	\$ 620,344
	Supplies and services	13,513,610	—	182,190	(90,700)	13,605,100	13,167,425	437,675
	Grants	5,100,280	—	7,201,210	(360,000)	11,941,490	11,756,013	185,477
	Purchase of fixed assets	33,800	—	—	—	33,800	37,577	(3,777)
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 25,271,780	\$ —	\$ 7,677,400	\$ —	\$ 32,949,180	\$ 31,709,461	\$ 1,239,719
	TOTAL 1990 (a)	\$ 25,774,710	\$ —	\$ 1,200,000	\$ —	\$ 26,974,710	\$ 24,875,552	\$ 2,099,158
3	Tourism Education and Training							
	Salaries, wages and employee benefits	\$ 239,280	\$ —	\$ —	\$ —	\$ 239,280	\$ 234,214	\$ 5,066
	Supplies and services	512,670	—	—	7,000	519,670	520,543	(873)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	38,250	—	—	(7,000)	31,250	29,941	1,309
	Other	15,000	—	—	—	15,000	13,808	1,192
	TOTAL 1991	\$ 805,200	\$ —	\$ —	\$ —	\$ 805,200	\$ 798,506	\$ 6,694
	TOTAL 1990 (a)	\$ 788,000	\$ —	\$ —	\$ —	\$ 788,000	\$ 781,447	\$ 6,553
	Total Voted 1991	\$ 31,809,000	\$ —	\$ 7,677,400	\$ —	\$ 39,486,400	\$ 38,015,284	\$ 1,471,116
	Total Voted 1990	\$ 32,202,395	\$ —	\$ 1,200,000	\$ —	\$ 33,402,395	\$ 30,735,447	\$ 2,666,948
STATUTORY APPROPRIATIONS								
	Tourism Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	78,301	(78,301)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	(15,000)	—	—	—	(15,000)	4,288	(19,288)
	Total Statutory 1991	\$ (15,000)	\$ —	\$ —	\$ —	\$ (15,000)	\$ 82,589	\$ (97,589)
	Total Statutory 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Department Total 1991	\$ 31,794,000	\$ —	\$ 7,677,400	\$ —	\$ 39,471,400	\$ 38,097,873	\$ 1,373,527
	Department Total 1990	\$ 32,202,395	\$ —	\$ 1,200,000	\$ —	\$ 33,402,395	\$ 30,735,447	\$ 2,666,948

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.23.3

TOURISM
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 309,540	\$ 309,044
1.0.2	Deputy minister's office	327,040	331,136
1.0.3	Corporate development	2,515,700	2,290,150
1.0.4	Finance and administration	2,579,740	2,576,987
		<u>5,732,020</u>	<u>5,507,317</u>
2	Tourism Planning, Development and Marketing		
2.1	Planning		
2.1.1	Executive director's office	296,810	223,557
2.1.2	Destination planning	1,105,000	1,028,418
2.1.3	Community services	494,410	620,990
2.1.4	Generator planning	485,290	595,166
2.2	Industry and Business Development		
2.2.1	Executive director's office	243,900	156,662
2.2.2	Business growth and investment	1,188,530	911,043
2.2.3	Community tourism action program - administration	291,600	69,351
2.2.4	Regional generator development	2,185,070	969,055
2.2.5	Industry organization and development	688,000	765,957
2.2.6	Industry services delivery	1,490,440	1,464,969
2.3	Marketing		
2.3.1	Executive director's office	1,048,510	955,800
2.3.2	Marketing planning	2,054,430	1,767,237
2.3.3	Team tourism administration	260,150	327,317
2.3.4	Meetings/international liaison	1,663,910	1,764,773
2.3.5	Sales and promotion	1,806,490	1,915,848
2.3.6	Vacation planning	1,386,300	1,268,385
2.3.7	Advertising	2,981,080	3,050,122
2.3.8	Public relations	1,646,150	1,956,479
2.3.9	Commissioner General for Trade and Tourism	168,750	196,250
2.4	Canada/Alberta Tourism Agreement		
2.4.1	Administrative support	457,750	372,566
2.4.2	Facility and product development	1,396,000	4,666,011
2.4.3	Alpine ski facility development	100,170	3,594,373
2.4.4	Market development	1,413,280	974,899
2.4.5	Training and professional development	13,980	774,563
2.4.6	Industry and community support	167,950	174,331
2.4.7	Analysis and evaluation	237,830	1,145,339
		<u>25,271,780</u>	<u>31,709,461</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Tourism Education and Training		
3.0.1	Tourism Education Council operations	\$ 356,480	\$ 353,731
3.0.2	Standards development	316,020	316,233
3.0.4	Employee certification	132,700	128,542
		<u>805,200</u>	<u>798,506</u>
		<u>31,809,000</u>	<u>38,015,284</u>
STATUTORY APPROPRIATIONS			
	Tourism Revolving Fund	(15,000)	82,589
	Department Total	<u>\$ 31,794,000</u>	<u>\$ 38,097,873</u>

TOURISM
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Payments from Government of Canada:		
Tourism subsidiary agreement	<u>\$5,038,977</u>	<u>\$2,377,356</u>
Other Revenue:		
Refunds of expenditure	80,232	429,093
Miscellaneous	<u>2,905</u>	<u>252</u>
Total revenue	<u>83,137</u>	<u>429,345</u>
	<u>\$5,122,114</u>	<u>\$2,806,701</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Transportation and Utilities is responsible for the development, construction and maintenance of an integrated transportation system in Alberta to facilitate the safe and efficient movement of people and products and the economic development of the Province, and assists in the provision of certain essential utilities which affect the daily lives of Albertans. These latter services relate primarily to water and sewer facilities, electricity and natural gas.

Statement No. 3.24.1

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services							
1.1	Executive Services	\$ 1,171,980	\$ —	\$ —	\$ —	\$ 1,171,980	\$ 1,063,253	\$ 108,727
1.2	Administrative Services	7,572,900	—	—	—	7,572,900	7,493,236	79,664
1.3	Planning and Development	2,924,900	—	—	—	2,924,900	2,943,274	(18,374)
		<u>11,669,780</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>11,669,780</u>	<u>11,499,763</u>	<u>170,017</u>
2	Construction and Operation of Transportation Systems							
2.1	Program Design and Delivery	50,267,593	—	—	(29,600)	50,237,993	49,726,102	511,891
2.2	Construction and Improvement of Roads	386,364,900	(2,692,700)	7,687,346	(69,500)	391,290,046	389,447,414	1,842,632
2.3	Construction and Improvement of Bridges	57,365,800	—	—	(1,100,000)	56,265,800	46,982,646	9,283,154
2.4	Maintenance of Roads	79,779,000	(1,551,402)	8,400,000	—	86,627,598	95,391,374	(8,763,776)
2.5	Maintenance of Bridges	6,202,200	—	—	1,100,000	7,302,200	6,330,264	971,936
2.6	Construction and Improvement of Ancillary Infrastructure	4,989,800	—	—	(300,000)	4,689,800	3,537,088	1,152,712
2.7	Operation and Maintenance of Ancillary Infrastructure	4,498,700	—	—	45,000	4,543,700	4,311,663	232,037
2.8	Specialized Transportation Services	17,074,000	—	—	329,600	17,403,600	17,053,371	350,229
2.9	Financial Assistance for Rural Transportation	40,807,000	—	—	24,500	40,831,500	43,051,509	(2,220,009)
2.10	Financial Assistance for Urban Transportation	147,922,700	—	—	—	147,922,700	150,768,707	(2,846,007)
2.11	Financial Assistance for Rail Transportation	57,878	—	—	—	57,878	42,878	15,000
		<u>795,329,571</u>	<u>(4,244,102)</u>	<u>16,087,346</u>	<u>—</u>	<u>807,172,815</u>	<u>806,643,016</u>	<u>529,799</u>
3	Financial Assistance to Alberta Resources Railway	5,253,000	—	—	—	5,253,000	4,411,324	841,676
4	Development and Support of Utilities Services							
4.1	Program Development	533,600	—	—	—	533,600	427,563	106,037
4.2	Gas Utility Development and Support	11,296,900	—	—	1,000,000	12,296,900	12,163,349	133,551
4.3	Municipal Services Development and Support	31,972,900	—	—	(1,700,000)	30,272,900	30,901,109	(628,209)
4.4	Heating Fuel Grants	14,314,700	—	—	(1,000,000)	13,314,700	13,011,163	303,537
4.5	Electric Utility Development and Support	3,513,300	—	—	—	3,513,300	2,199,281	1,314,019
4.6	Rural Water Development	5,107,600	—	—	1,700,000	6,807,600	7,068,721	(261,121)
		<u>66,739,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>66,739,000</u>	<u>65,771,186</u>	<u>967,814</u>
		<u>878,991,351</u>	<u>(4,244,102)</u>	<u>16,087,346</u>	<u>—</u>	<u>890,834,595</u>	<u>888,325,289</u>	<u>2,509,306</u>

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
	Transportation Revolving							
	Fund	\$ 7,185,000	\$ —	\$ —	\$ —	\$ 7,185,000	\$ (366,323)	\$ 7,551,323
	Gas Alberta Operating Fund	—	—	—	—	—	(778,898)	778,898
		7,185,000	—	—	—	7,185,000	(1,145,221)	8,330,221
	TOTAL 1991	\$ 886,176,351(a)	\$ (4,244,102)(b)	\$ 16,087,346	\$ —	\$ 898,019,595	\$ 887,180,068	\$ 10,839,527
	TOTAL 1990	\$ 892,716,816	\$ (1,465,255)(b)	\$ 8,165,000	\$ —	\$ 899,416,561	\$ 908,247,781	\$ (8,831,220)

(a) Includes \$978,571 transferred from Economic Development and Trade under authority of the Public Service Administrative Transfers Act.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.24.2

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
VOTED APPROPRIATIONS								
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 8,060,000	\$ —	\$ —	\$ —	\$ 8,060,000	\$ 8,073,269	\$ (13,269)
	Supplies and services	3,117,500	—	—	—	3,117,500	3,001,937	115,563
	Grants	30,000	—	—	—	30,000	29,811	189
	Purchase of fixed assets	410,500	—	—	—	410,500	343,220	67,280
	Other	51,780	—	—	—	51,780	51,526	254
	TOTAL 1991	\$ 11,669,780	\$ —	\$ —	\$ —	\$ 11,669,780	\$ 11,499,763	\$ 170,017
	TOTAL 1990 (a)	\$ 11,350,355	\$ (8,935)	\$ —	\$ —	\$ 11,341,420	\$ 11,346,588	\$ (5,168)
2	Construction and Operation of Transportation Systems							
	Salaries, wages and employee benefits	\$ 134,717,793	\$ —	\$ 761,700	\$ —	\$ 135,479,493	\$ 128,434,721	\$ 7,044,772
	Supplies and services	456,395,200	(4,244,102)	15,284,646	—	467,435,744	473,240,625	(5,804,881)
	Grants	190,721,878	—	—	—	190,721,878	193,334,023	(2,612,145)
	Purchase of fixed assets	13,479,700	—	41,000	—	13,520,700	11,633,647	1,887,053
	Other	15,000	—	—	—	15,000	—	15,000
	TOTAL 1991	\$ 795,329,571	\$ (4,244,102)	\$ 16,087,346	\$ —	\$ 807,172,815	\$ 806,643,016	\$ 529,799
	TOTAL 1990 (a)	\$ 807,221,098	\$ (1,456,326)	\$ 5,465,000	\$ —	\$ 811,229,778	\$ 815,035,382	\$ (3,805,604)
3	Financial Assistance to Alberta Resources Railway							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	5,253,000	—	—	—	5,253,000	4,411,324	841,676
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 5,253,000	\$ —	\$ —	\$ —	\$ 5,253,000	\$ 4,411,324	\$ 841,676
	TOTAL 1990	\$ 6,683,000	\$ —	\$ —	\$ —	\$ 6,683,000	\$ 6,683,000	\$ —
4	Development and Support of Utilities Services							
	Salaries, wages and employee benefits	\$ 4,437,900	\$ —	\$ —	\$ —	\$ 4,437,900	\$ 4,009,028	\$ 428,872
	Supplies and services	3,644,400	—	—	—	3,644,400	2,307,197	1,337,203
	Grants	58,287,000	—	—	—	58,287,000	59,050,472	(763,472)
	Purchase of fixed assets	369,700	—	—	—	369,700	404,489	(34,789)
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 66,739,000	\$ —	\$ —	\$ —	\$ 66,739,000	\$ 65,771,186	\$ 967,814
	TOTAL 1990 (a)	\$ 67,462,363	\$ —	\$ 2,700,000	\$ —	\$ 70,162,363	\$ 67,249,065	\$ 2,913,298
	Total Voted 1991	\$ 878,991,351	\$ (4,244,102)	\$ 16,087,346	\$ —	\$ 890,834,595	\$ 888,325,289	\$ 2,509,306
	Total Voted 1990	\$ 892,716,816	\$ (1,465,255)	\$ 8,165,000	\$ —	\$ 899,416,561	\$ 900,314,035	\$ (897,474)

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
Revolving Funds								
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	5,500,000	—	—	—	5,500,000	(4,825,726)	10,325,726
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	10,000,000	—	—	—	10,000,000	7,771,132	2,228,868
	Other	(8,315,000)	—	—	—	(8,315,000)	(4,090,627)	(4,224,373)
	Total Statutory 1991	\$ 7,185,000	\$ —	\$ —	\$ —	\$ 7,185,000	\$ (1,145,221)	\$ 8,330,221
	Total Statutory 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 7,933,746	\$ (7,933,746)
	Department Total 1991	\$ 886,176,351(b)	\$ (4,244,102)(c)	\$ 16,087,346	\$ —	\$ 898,019,595	\$ 887,180,068	\$ 10,839,527
	Department Total 1990	\$ 892,716,816	\$ (1,465,255)(c)	\$ 8,165,000	\$ —	\$ 899,416,561	\$ 908,247,781	\$ (8,831,220)

(a) The 1990 figures have been restated where necessary to conform to the 1991 presentation.

(b) Includes \$978,571 transferred from Economic Development and Trade under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.24.3

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended	Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS				2.5	Maintenance of Bridges		
1	Departmental Support Services			2.5.1	Primary highway bridges	\$ 2,895,000	\$ 3,051,294
1.1	Executive Services			2.5.2	Rural/local highway bridges	3,307,200	3,278,970
1.1.1	Minister's office	\$ 315,780	\$ 305,042	2.6	Construction and Improvement of Ancillary Infrastructure		
1.1.2	Deputy minister's office	484,500	416,072	2.6.1	Campsites and rest areas	908,900	670,226
1.1.3	Legal services	68,100	43,305	2.6.2	Vehicle inspection stations	2,578,200	1,824,603
1.1.4	Public communications	303,600	298,834	2.6.3	Airports	1,502,700	1,042,259
1.2	Administrative Services			2.7	Operation and Maintenance of Ancillary Infrastructure		
1.2.1	Assistant deputy minister's office	134,800	151,986	2.7.1	Ferries	1,535,600	1,279,134
1.2.2	General services	2,331,400	2,271,253	2.7.2	Provincial air facilities	2,963,100	3,032,529
1.2.3	Financial services	3,088,400	3,008,436	2.8	Specialized Transportation Services		
1.2.4	Personnel and management services	2,018,300	2,061,561	2.8.1	Assistant deputy minister's office	206,600	212,591
1.3	Planning and Development			2.8.2	Motor Transport Board	191,700	172,902
1.3.1	Assistant deputy minister's office	129,300	155,424	2.8.3	Motor transport services	16,675,700	16,667,878
1.3.2	Information systems services	2,795,600	2,787,850	2.9	Financial Assistance for Rural Transportation		
		11,669,780	11,499,763	2.9.1	Engineering assistance	755,000	749,114
2	Construction and Operation of Transportation Systems			2.9.2	Grants to counties and municipal districts	28,526,000	27,809,213
2.1	Program Design and Delivery			2.9.3	Grants to special areas	1,526,000	1,526,000
2.1.1	Senior assistant deputy minister's office	308,100	292,027	2.9.4	Grants to towns and villages	10,000,000	12,967,182
2.1.2	Assistant deputy minister's office	383,100	344,634	2.10	Financial Assistance for Urban Transportation		
2.1.3	Transportation planning and policy	2,986,893	3,361,708	2.10.1	Urban transportation services	749,700	597,931
2.1.4	Regional service delivery	13,790,700	13,190,384	2.10.2	Basic capital grants	100,000,000	105,753,539
2.1.5	Construction programming	2,167,700	2,067,843	2.10.3	Primary highway connectors grants	16,000,000	12,890,000
2.1.6	Design engineering	4,170,100	4,045,291	2.10.4	Alberta partnership transfer program - transit operating assistance	19,673,000	19,874,249
2.1.7	Contracts engineering	2,390,500	2,241,975	2.10.5	Primary highway maintenance grants	4,000,000	3,767,548
2.1.8	Materials engineering	8,157,700	8,062,218	2.10.6	Community safe streets grants	7,500,000	7,885,440
2.1.9	Bridge engineering	4,691,900	4,847,287	2.11	Financial Assistance for Rail Transportation		
2.1.10	Property services	2,204,400	2,376,023	2.11.2	Rail relocation - Fort Saskatchewan	15,000	—
2.1.11	Operational planning	4,630,700	4,816,109	2.11.3	Capital construction - debt repayment	42,878	42,878
2.1.12	Traffic engineering	2,718,200	2,432,307			795,329,571	806,643,016
2.1.13	Research and development	1,667,600	1,648,296	3	Financial Assistance to Alberta Resources Railway		
2.2	Construction and Improvement of Roads			3.0.1	Alberta Resources Railway	5,253,000	4,411,324
2.2.1	Primary highways	185,849,000	177,967,485	4	Development and Support of Utilities Services		
2.2.2	Secondary highways	101,182,500	109,456,464	4.1	Program Development		
2.2.3	Approach roads	2,531,500	2,449,435	4.1.1	Assistant deputy minister's office	216,800	200,767
2.2.4	Improvement district roads	19,656,400	19,732,483	4.1.2	Program coordination	316,800	226,796
2.2.5	Resource roads	36,675,800	46,714,567				
2.2.6	Pavement rehabilitation	40,469,700	33,126,980				
2.3	Construction and Improvement of Bridges						
2.3.1	Primary highway bridges	18,742,300	15,592,746				
2.3.2	Rural/local highway bridges	13,680,000	16,060,683				
2.3.3	Irrigation bridges	407,000	509,287				
2.3.4	Resource bridges	24,536,500	14,819,930				
2.4	Maintenance of Roads						
2.4.1	Primary highways	62,547,100	71,560,333				
2.4.2	Improvement district roads	17,231,900	23,831,041				

**TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE
BY ELEMENT**

Vote and Ref. No.	Program/Element	Estimates	Expended
4.2	Gas Utility Development and Support		
4.2.1	Gas utility support services	\$ 2,896,900	\$ 2,865,668
4.2.2	Distribution system capital grants	8,400,000	9,297,681
4.3	Municipal Services		
4.3.1	Development and Support Municipal engineering services	1,162,900	852,684
4.3.2	Municipal water and sewage grants	23,930,000	22,427,268
4.3.3	Northern supplementary fund grants	1,500,000	1,500,000
4.3.4	Regional utility program	4,000,000	4,633,601
4.3.5	Utilities officer grants	1,380,000	1,487,556
4.4	Heating Fuel Grants		
4.4.1	Support services	912,700	830,048
4.4.2	Remote area heating grants	2,372,000	1,038,137
4.4.3	Senior citizens home heating grants	10,900,000	11,119,600
4.4.4	Propane/fuel oil tank grants	130,000	23,378
4.5	Electric Utility		
4.5.1	Development and Support Rural electric support services	1,101,300	1,035,192
4.5.2	Rural electric projects	300,000	182,662
4.5.3	Rural electrification grants	2,112,000	981,427
4.6	Rural Water Program		
4.6.1	Support services	307,600	268,721
4.6.2	Farm water grants	4,800,000	6,800,000
		<u>66,739,000</u>	<u>65,771,186</u>
		<u>878,991,351</u>	<u>888,325,289</u>
STATUTORY APPROPRIATIONS			
	Transportation Revolving Fund	7,185,000	(366,323)
	Gas Alberta Operating Fund	—	(778,898)
		<u>7,185,000</u>	<u>(1,145,221)</u>
	Department Total	<u>\$ 886,176,351(a)</u>	<u>\$ 887,180,068</u>

(a) Includes \$978,571 transferred from Economic Development and Trade under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.24.4

TRANSPORTATION AND UTILITIES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Payments from Government of Canada:		
Highway 41 underpass	\$ 2,500,000	\$ —
National safety code standards agreement	700,946	852,417
Canadian National Railway Company	16,020	586,500
Yellowhead highway improvement program	—	1,000,000
Other	245,100	752,631
	<u>3,462,066</u>	<u>3,191,548</u>
Fees, Permits and Licences:		
Motor Transport Services	6,866,614	5,942,723
Airport revenue	218,449	195,403
Other	81,805	54,120
	<u>7,166,868</u>	<u>6,192,246</u>
Other Revenue:		
Investment income:		
Interest on advances	327,429	339,858
Refunds of expenditure:		
Previous years' refunds	506,724	4,794,801
Lethbridge railway relocation	249,038	1,038,504
Other	285,393	222,652
Sales of assets:		
Land	311,246	197,613
Other	8,275	4,948
Miscellaneous:		
Daishowa Canada	5,918,089	4,081,911
Rentals	311,173	95,516
Cold Lake/Grande Centre Regional		
Utilities Services Commission	—	2,122,458
Capital Region Sewage Commission	—	1,677,077
Other	19,038,416	2,230,604
	<u>26,955,783</u>	<u>16,805,942</u>
Total revenue	<u>\$37,584,717</u>	<u>\$26,189,736</u>

The Treasury Department is responsible for the management, control and reporting of revenue and expenditure; borrowing, investments, cash management, financial and budgetary procedures of the Crown, including the Alberta Heritage Savings Trust Fund; fiscal and economic analyses; development of revenue policies and administration and collection of revenue, including corporate taxation; provision of statistical information; administration of government pension plans; the risk management and insurance program, and for the regulation of credit unions, trust companies and investment contract companies operating in Alberta.

Statement No. 3.25.1

TREASURY
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 3,059,780	\$ —	\$ —	\$ —	\$ 3,059,780	\$ 2,828,166	\$ 231,614
2	Revenue Collection and Rebates							
2.1	Program Support	558,600	—	—	—	558,600	467,746	90,854
2.2	Revenue and Rebates	98,171,300	(4,240,121)	7,175,000	(15,000)	101,091,179	96,580,954	4,510,225
2.3	Corporate Tax Administration	11,792,800	—	—	15,000	11,807,800	11,806,384	1,416
		110,522,700	(4,240,121)	7,175,000	—	113,457,579	108,855,084	4,602,495
3	Financial Management, Planning and Central Services							
3.1	Office of the Controller	17,659,500	—	—	390,000	18,049,500	17,796,465	253,035
3.2	Budget and Fiscal Policy	3,359,100	—	—	200,000	3,559,100	3,615,461	(56,361)
3.3	Finance	6,952,000	—	—	(40,000)	6,912,000	6,518,605	393,395
3.4	Risk Management and Insurance	3,825,900	—	—	(25,000)	3,800,900	3,724,008	76,892
3.5	Regulation of Financial Institutions	5,137,600	—	4,000,000	—	9,137,600	9,032,540	105,060
3.6	Statistical Services	2,259,500	—	—	(75,000)	2,184,500	2,078,398	106,102
3.7	Employee Insurance and Compensation	3,960,700	—	—	(450,000)	3,510,700	3,586,816	(76,116)
		43,154,300	—	4,000,000	—	47,154,300	46,352,293	802,007
4	Pension Advice and Appeals	446,300	—	—	—	446,300	397,692	48,608
		157,183,080	(4,240,121)	11,175,000	—	164,117,959	158,433,235	5,684,724
STATUTORY APPROPRIATIONS								
	Treasury Revolving Fund	(200)	—	—	—	(200)	1,115	(1,315)
	Land Purchase Fund	100,000	—	—	—	100,000	18,015,924	(17,915,924)
	Farm Credit Stability Fund Act	64,000,000	—	—	—	64,000,000	84,502,894	(20,502,894)
	Small Business Term Assistance Fund Act	7,500,000	—	—	—	7,500,000	4,318,307	3,181,693
	Metis Settlements Accord Implementation Act	—	—	—	—	—	1,932,622	(1,932,622)
	Alberta Government Tele- phones Reorganization Act	—	—	—	—	—	17,178,306	(17,178,306)
	Corporate Tax Interest Refunds	7,800,000	—	—	—	7,800,000	12,549,555	(4,749,555)
	Debt Servicing Costs	965,000,000	—	—	—	965,000,000	1,131,715,728	(166,715,728)
		1,044,399,800	—	—	—	1,044,399,800	1,270,214,451	(225,814,651)
	TOTAL 1991	\$ 1,201,582,880	\$ (4,240,121)(a)	\$ 11,175,000	\$ —	\$ 1,208,517,759	\$ 1,428,647,686	\$ (220,129,927)
	TOTAL 1990	\$ 1,039,988,415	\$ (446,274)(a)	\$ 140,300,000	\$ —	\$ 1,179,842,141	\$ 1,258,232,961	\$ (78,390,820)

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.25.2

TREASURY

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,377,900	\$ —	\$ —	\$ —	\$ 2,377,900	\$ 2,266,815	\$ 111,085
	Supplies and services	568,600	—	—	—	568,600	448,554	120,046
	Grants	21,000	—	—	—	21,000	21,000	—
	Purchase of fixed assets	40,500	—	—	—	40,500	40,265	235
	Other	51,780	—	—	—	51,780	51,532	248
	TOTAL 1991	\$ 3,059,780	\$ —	\$ —	\$ —	\$ 3,059,780	\$ 2,828,166	\$ 231,614
	TOTAL 1990	\$ 2,978,415	\$ —	\$ —	\$ —	\$ 2,978,415	\$ 2,846,498	\$ 131,917
2	Revenue Collection and Rebates							
	Salaries, wages and employee benefits	\$ 10,822,500	\$ —	\$ 20,000	\$ —	\$ 10,842,500	\$ 10,715,687	\$ 126,813
	Supplies and services	8,990,900	—	155,000	(30,000)	9,115,900	8,561,263	554,637
	Grants	90,500,000	(4,240,121)	7,000,000	—	93,259,879	89,356,389	3,903,490
	Purchase of fixed assets	171,300	—	—	30,000	201,300	178,302	22,998
	Other	38,000	—	—	—	38,000	43,443	(5,443)
	TOTAL 1991	\$ 110,522,700	\$ (4,240,121)	\$ 7,175,000	\$ —	\$ 113,457,579	\$ 108,855,084	\$ 4,602,495
	TOTAL 1990	\$ 128,304,400	\$ (446,274)	\$ 20,300,000	\$ —	\$ 148,158,126	\$ 152,398,247	\$ (4,240,121)
3	Financial Management, Planning and Central Services							
	Salaries, wages and employee benefits	\$ 22,808,500	\$ —	\$ 110,000	\$ (75,000)	\$ 22,843,500	\$ 22,531,376	\$ 312,124
	Supplies and services	16,309,400	—	87,000	(725,000)	15,671,400	15,181,119	490,281
	Grants	3,115,000	—	3,800,000	—	6,915,000	6,965,964	(50,964)
	Purchase of fixed assets	427,600	—	3,000	800,000	1,230,600	1,190,833	39,767
	Other	493,800	—	—	—	493,800	483,001	10,799
	TOTAL 1991	\$ 43,154,300	\$ —	\$ 4,000,000	\$ —	\$ 47,154,300	\$ 46,352,293	\$ 802,007
	TOTAL 1990	\$ 42,535,200	\$ —	\$ 85,000,000	\$ —	\$ 127,535,200	\$ 118,607,033	\$ 8,928,167
4	Pension Advice and Appeals							
	Salaries, wages and employee benefits	\$ 334,400	\$ —	\$ —	\$ —	\$ 334,400	\$ 284,122	\$ 50,278
	Supplies and services	108,800	—	—	—	108,800	111,648	(2,848)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	3,100	—	—	—	3,100	1,922	1,178
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ 446,300	\$ —	\$ —	\$ —	\$ 446,300	\$ 397,692	\$ 48,608
	TOTAL 1990	\$ 464,200	\$ —	\$ —	\$ —	\$ 464,200	\$ 415,831	\$ 48,369

Statement No. 3.25.2 (cont'd)

TREASURY

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Financing Purchase of Loans							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1991	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	TOTAL 1990	\$ —	\$ —	\$ 35,000,000	\$ —	\$ 35,000,000	\$ 34,651,183	\$ 348,817
	Total Voted 1991	\$ 157,183,080	\$ (4,240,121)	\$ 11,175,000	\$ —	\$ 164,117,959	\$ 158,433,235	\$ 5,684,724
	Total Voted 1990	\$ 174,282,215	\$ (446,274)	\$ 140,300,000	\$ —	\$ 314,135,941	\$ 308,918,792	\$ 5,217,149
STATUTORY APPROPRIATIONS								
	Revolving Funds and other Statutory Appropriations							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	17,178,306	(17,178,306)
	Grants	71,500,000	—	—	—	71,500,000	228,127,703	(156,627,703)
	Purchase of fixed assets	514,000	—	—	—	514,000	18,740,180	(18,226,180)
	Other	972,385,800	—	—	—	972,385,800	1,006,168,262	(33,782,462)
	Total Statutory 1991	\$ 1,044,399,800	\$ —	\$ —	\$ —	\$ 1,044,399,800	\$ 1,270,214,451	\$ (225,814,651)
	Total Statutory 1990	\$ 865,706,200	\$ —	\$ —	\$ —	\$ 865,706,200	\$ 949,314,169	\$ (83,607,969)
	Department Total 1991	\$ 1,201,582,880	\$ (4,240,121) (a)	\$ 11,175,000	\$ —	\$ 1,208,517,759	\$ 1,428,647,686	\$ (220,129,927)
	Department Total 1990	\$ 1,039,988,415	\$ (446,274) (a)	\$ 140,300,000	\$ —	\$ 1,179,842,141	\$ 1,258,232,961	\$ (78,390,820)

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.25.3

TREASURY
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Provincial Treasurer's office	\$ 358,280	\$ 383,754
1.0.2	Deputy Provincial Treasurers' office	441,300	375,572
1.0.3	Administrative support	2,260,200	2,068,840
		<u>3,059,780</u>	<u>2,828,166</u>
2	Revenue Collection and Rebates		
2.1	Program Support		
2.1.1	Assistant Deputy Provincial Treasurer - revenue	156,300	149,629
2.1.2	Tax information services	402,300	318,117
2.2	Revenue and Rebates		
2.2.1	Revenue and rebates administration	5,603,300	5,386,981
2.2.2	Farm fuel distribution allowance	90,500,000	89,356,389
2.2.3	AFFDA and fuel tax compensation	1,470,000	1,411,654
2.2.4	Tobacco tax collection compensation	388,000	341,581
2.2.5	Hotel room tax collection compensation	210,000	84,349
2.3	Corporate Tax Administration		
2.3.1	General administration	446,500	481,044
2.3.2	Operations	3,860,100	4,004,171
2.3.3	Systems	5,265,700	5,109,308
2.3.4	Interpretations and appeals	342,200	366,834
2.3.5	Audit	1,878,300	1,845,027
		<u>110,522,700</u>	<u>108,855,084</u>
3	Financial Management, Planning and Central Services		
3.1	Office of the Controller		
3.1.1	Controller	116,900	110,769
3.1.2	Policies and procedures	950,000	734,922
3.1.3	Accounting	1,466,000	1,423,344
3.1.4	Payroll and pensions	8,418,700	9,124,622
3.1.5	Disbursement control	5,256,600	4,948,865
3.1.6	Financial systems	1,451,300	1,453,943
3.2	Budget and Fiscal Policy		
3.2.1	Assistant Deputy Provincial Treasurer - budget and fiscal policy	152,100	159,350
3.2.2	Budget bureau	1,474,100	1,645,770
3.2.3	Tax and fiscal policy	1,732,900	1,810,341
3.3	Finance		
3.3.1	Investment management	2,334,000	2,206,798
3.3.2	Banking and investment/debt administration	3,063,000	2,850,068
3.3.3	Finance programs	1,555,000	1,461,739
3.4	Risk Management and Insurance		
3.4.1	Risk management and insurance	3,825,900	3,724,008

Vote and Ref. No.	Program/Element	Estimates	Expended
3.5	Regulation of Financial Institutions		
3.5.1	Financial institutions	\$ 5,137,600	\$ 9,032,540
3.6	Statistical Services		
3.6.1	Statistical production and analysis	691,500	501,643
3.6.2	Information services and systems	1,356,200	1,358,893
3.6.3	Statistical operations	211,800	217,862
3.7	Employee Insurance and Compensation		
3.7.1	Workers' compensation - Government employees	2,947,000	2,582,906
3.7.2	Retirement annuities and gratuities	13,700	12,991
3.7.3	Employee flexibility assistance program	1,000,000	990,919
		<u>43,154,300</u>	<u>46,352,293</u>
4	Pension Advice and Appeals		
4.0.1	Alberta Government pension boards	446,300	397,692
		<u>157,183,080</u>	<u>158,433,235</u>
STATUTORY APPROPRIATIONS			
	Treasury Revolving Fund	(200)	1,115
	Land Purchase Fund	100,000	18,015,924
	Farm Credit Stability Fund Act	64,000,000	84,502,894
	Small Business Term Assistance Fund Act	7,500,000	4,318,307
	Metis Settlements Accord Implementation Act	—	1,932,622
	Alberta Government Telephones Reorganization Act	—	17,178,306
	Corporate Tax Interest Refunds	7,800,000	12,549,555
	Debt Servicing Costs	965,000,000	1,131,715,728
		<u>1,044,399,800</u>	<u>1,270,214,451</u>
	Department Total	<u>\$ 1,201,582,880</u>	<u>\$ 1,428,647,686</u>

TREASURY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Taxes:		
Personal income tax	\$2,826,628,027	\$2,554,270,702
Personal tax credits, including administration fees	(30,418,972)	(18,606,522)
Corporate income tax	1,035,041,238	901,902,759
Corporate small business deductions	(172,419,317)	(163,640,347)
Other corporate tax credits and rebates	(59,149,953)	(89,873,152)
Fuel tax	390,765,297	286,150,031
Tobacco tax	275,080,344	235,289,670
Insurance corporations tax	62,464,674	59,054,253
Financial institutions capital tax	37,887,837	—
Hotel room tax	24,428,083	24,173,815
Pari-mutuel tax	11,008,798	9,794,033
	<u>4,401,316,056</u>	<u>3,798,515,242</u>
Non-Renewable Resource Revenue:		
Royalty tax credit	(285,568,835)	(355,413,772)
Payments from Government of Canada:		
Stabilization	344,167,000	—
Unconditional subsidy	3,702,615	3,707,175
Other	57,036	(471,895)
	<u>347,926,651</u>	<u>3,235,280</u>
Transfers from Government Enterprises:		
Alberta Liquor Control Board	408,000,000	383,000,000
Revolving funds	67,315	9,918,527
	<u>408,067,315</u>	<u>392,918,527</u>
Fees, Permits and Licences	<u>1,592,513</u>	<u>883,923</u>
Other Revenue:		
Investment income:		
Cash and marketable securities	38,224,887	31,341,391
Sinking fund investments	22,140,958	21,329,031
Loans and advances	7,071,117	8,716,868
Gain or loss on sale of investments	327,616,057	2,567,911
General trust investments	1,076,311	1,044,651
Exchange gain or loss on foreign currency transactions	10,450,265	4,502,498
Refunds of expenditure:		
Third party liability	672,629	661,289
Previous years' refunds	506,448	625,098
Collection of accounts previously written off	6,943,117	405,041
Other	—	150
Miscellaneous:		
Alberta Heritage Savings Trust Fund administration fees	1,453,900	1,533,096
Outstanding cheques	958,380	666,750
Other	156,959	606,825
	<u>417,271,028</u>	<u>74,000,599</u>
Total general revenue	<u>5,290,604,728</u>	<u>3,914,139,799</u>
Heritage Fund investment income	<u>1,336,856,565</u>	<u>1,244,438,114</u>
Total revenue	<u>\$6,627,461,293</u>	<u>\$5,158,577,913</u>

SECTION 4

1990-91

PUBLIC ACCOUNTS

REVOLVING FUNDS - FINANCIAL STATEMENTS

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REVOLVING FUNDS - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1991

Introduction:

Revolving funds are defined in section 1(1)(u) of the Financial Administration Act. The funds are authorized by the Legislative Assembly to draw from the General Revenue Fund, monies not to exceed a statutory limit at any one time, which together with receipts may be expended for specified purposes. The funds represent either a line of credit to be drawn as required on the General Revenue Fund or a segregation of cash advanced from the General Revenue Fund.

Receipts are generated by the provision of services or sale of materials to other branches within a department, to other departments of the Government or to the public.

The estimated net increase of a fund, exclusive of increases in cash or financial claims held and financial claims on the fund, is disclosed in the Province's budget as a statutory payment from the General Revenue Fund. To reflect this in the accounts of the General Revenue Fund the financial assets and liabilities of revolving funds are included in the Statement of Reported Assets, Liabilities and Net Debt. Net payments from the fund, adjusted for changes in financial assets and liabilities, are disclosed as statutory appropriations in the General Revenue Fund financial statements in Section 2.

CULTURE AND MULTICULTURALISM REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Operating Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Gross Profit by Sales Location

AUDITOR'S REPORT

To the Minister of Culture and Multiculturalism

I have audited the balance sheet of the Culture and Multiculturalism Revolving Fund as at March 31, 1991 and the statements of operations and operating surplus and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 26, 1991

CULTURE AND MULTICULTURALISM REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$ 9,225	\$ 9,225
Accounts receivable	11,773	3,663
Due from the General Revenue Fund	1,205	—
Inventories	102,233	107,640
Refundable deposits	5,130	4,500
	<u>129,566</u>	<u>125,028</u>
Capital assets (Note 3)	35,052	5,219
	<u>\$164,618</u>	<u>\$130,247</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 87,606	\$ 44,445
Advances from the General Revenue Fund	—	23,598
Operating surplus	77,012	62,204
	<u>\$164,618</u>	<u>\$130,247</u>
The accompanying notes are part of these financial statements.		

CULTURE AND MULTICULTURALISM REVOLVING FUND
STATEMENT OF OPERATIONS AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Sales from continuing operations, Schedule 1	\$718,640	\$644,534
Deduct:		
Cost of goods sold:		
Inventory at beginning of year	39,384	44,814
Purchases	229,955	206,724
	<u>269,339</u>	<u>251,538</u>
Less: Inventory at end of year	41,210	39,384
	<u>228,129</u>	<u>212,154</u>
Gross profit from continuing operations, Schedule 1	490,511	432,380
Fees	262,800	169,600
	<u>753,311</u>	<u>601,980</u>
Expenses:		
Salaries, wages and employee benefits	641,502	495,781
Sales supplies	18,085	19,065
Cleaning and laundry charges	4,423	4,125
Amortization	2,958	1,701
Administrative and office supplies	1,326	1,248
Printing and processing	1,399	395
Travel	1,310	1,174
Tuxedos and uniforms	1,091	7,928
Repairs, maintenance and rentals	773	1,951
Staff development	731	685
Miscellaneous	690	231
	<u>674,288</u>	<u>534,284</u>
Net profit from continuing operations	79,023	67,696
Loss from discontinued operation (Note 5)	(2,011)	(5,492)
Net profit for the year	77,012	62,204
Operating surplus at beginning of year	62,204	81,257
	<u>139,216</u>	<u>143,461</u>
Remittance to the General Revenue Fund	62,204	81,257
Operating surplus at end of year	<u>\$ 77,012</u>	<u>\$ 62,204</u>

CULTURE AND MULTICULTURALISM REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Operating activities:		
Net profit for the year	\$ 77,012	\$ 62,204
Add items not involving cash movements:		
Amortization	3,063	1,806
Gain on sale of capital assets	—	(18)
	<u>80,075</u>	<u>63,992</u>
Net change in non-cash working capital	39,828	25,500
Cash provided by operating activities	<u>119,903</u>	<u>89,492</u>
Financing activities:		
Advances from the General Revenue Fund	1,231,942	1,031,494
Repayment of advances to the General Revenue Fund	(1,256,745)	(1,039,747)
Remittance to the General Revenue Fund	<u>(62,204)</u>	<u>(81,257)</u>
Cash used in financing activities	<u>(87,007)</u>	<u>(89,510)</u>
Investing activities:		
Acquisition of capital assets	(32,896)	—
Proceeds from sale of capital assets	—	18
Cash (used in) provided by investing activities	<u>(32,896)</u>	<u>18</u>
Net change in cash	—	—
Cash at beginning of year	9,225	9,225
Cash at end of year	<u>\$ 9,225</u>	<u>\$ 9,225</u>

CULTURE AND MULTICULTURALISM REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Culture and Multiculturalism Revolving Fund operates under the authority of the Department of Culture and Multiculturalism Act, Chapter D-15, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies**Inventories**

Inventories are valued at the lower of cost and estimated net realizable value.

Amortization

Capital assets are amortized on a straight-line basis at the following rates:

Computer	- 33.3% per annum
Software	- 33.3% per annum
Equipment	- 10% per annum

Note 3 Capital Assets

	Cost	Accumulated Amortization	Net Book Value	
			1991	1990
Computers	\$31,635	\$12,628	\$19,007	\$ —
Software	8,595	239	8,356	—
Equipment	<u>25,508</u>	<u>17,819</u>	<u>7,689</u>	<u>5,219</u>
	<u>\$65,738</u>	<u>\$30,686</u>	<u>\$35,052</u>	<u>\$5,219</u>

Note 4 Administration Costs

Accommodation, office furniture and furnishings and certain other administrative costs have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Discontinued Operation

On May 31, 1991, the Fund transferred the operations of the Provincial Museum bookshop to the Friends of the Provincial Museum of Alberta Society. Accordingly, the bookshop has been accounted for as a discontinued operation and the previously reported financial statements have been reclassified.

The May 31, 1991 inventory was sold to the Society at book value. The Fund is leasing the bookshop capital assets to the Society at a nominal rent of \$1 per annum.

The detailed sales and gross profit from this operation are shown in Schedule 1.

The results of bookshop operations are as follows:

	1991	1990
Gross profit, Schedule 1	\$107,062	\$90,430
Salaries, wages and other expenses	109,073	95,922
Loss from discontinued operation	<u>\$ 2,011</u>	<u>\$ 5,492</u>

Note 6 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

CULTURE AND MULTICULTURALISM REVOLVING FUND
SCHEDULE OF GROSS PROFIT BY SALES LOCATION
FOR THE YEAR ENDED MARCH 31, 1991

	1991			1990		
	Sales	Cost of Sales	Gross Profit (Loss)	Sales	Cost of Sales	Gross Profit
Jubilee Auditoriums:						
Northern:						
Beverages	\$205,797	\$ 58,338	\$147,459	\$190,020	\$ 57,277	\$132,743
Commissary	120,636	37,495	83,141	103,472	32,954	70,518
	<u>326,433</u>	<u>95,833</u>	<u>230,600</u>	<u>293,492</u>	<u>90,231</u>	<u>203,261</u>
Southern:						
Beverages	242,631	73,527	169,104	218,959	66,369	152,590
Commissary	130,425	50,303	80,122	109,748	47,720	62,028
	<u>373,056</u>	<u>123,830</u>	<u>249,226</u>	<u>328,707</u>	<u>114,089</u>	<u>214,618</u>
	<u>699,489</u>	<u>219,663</u>	<u>479,826</u>	<u>622,199</u>	<u>204,320</u>	<u>417,879</u>
Archives:						
Reproduction	19,151	8,466	10,685	22,335	7,834	14,501
From continuing operations	<u>\$718,640</u>	<u>\$228,129</u>	<u>\$490,511</u>	<u>\$644,534</u>	<u>\$212,154</u>	<u>\$432,380</u>
Provincial Museum:						
Bookshop						
Books	\$ 62,695	\$ 38,568	\$ 24,127	\$ 62,684	\$ 35,552	\$27,132
Publications	—	—	—	82	1,328	(1,246)
Local histories	475	2,750	(2,275)	1,760	1,856	(96)
Gifts, souvenirs and miscellaneous	193,975	108,765	85,210	149,607	84,967	64,640
From discontinued operation	<u>\$257,145</u>	<u>\$150,083</u>	<u>\$107,062</u>	<u>\$214,133</u>	<u>\$123,703</u>	<u>\$90,430</u>

EDUCATION REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Education

I have audited the balance sheet of the Education Revolving Fund as at March 31, 1991 and the statements of operations and surplus and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 29, 1991

**EDUCATION REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$ 106,419	\$ 157,416
Accounts receivable	2,333,967	2,761,545
Inventory	15,119,281	11,272,587
Prepaid expenses	137,886	53,982
	<u>17,697,553</u>	<u>14,245,530</u>
Fixed (Note 3)	577,149	449,129
	<u>\$18,274,702</u>	<u>\$14,694,659</u>
LIABILITIES		
Current:		
Accounts payable and accrued liabilities	\$ 1,399,718	\$ 1,502,724
Due to the General Revenue Fund	117,841	—
	<u>1,517,559</u>	<u>1,502,724</u>
Advance from the General Revenue Fund (Note 4)	14,212,698	11,401,592
Surplus	2,544,445	1,790,343
	<u>\$18,274,702</u>	<u>\$14,694,659</u>
The accompanying notes are part of these financial statements.		

**EDUCATION REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Revenue:		
Sales (Note 6)	\$33,379,652	\$32,913,322
Deduct: Cost of goods sold (Note 7)	27,622,421	28,212,054
Gross profit on sales	5,757,231	4,701,268
Sundry revenue	147,863	68,179
	<u>5,905,094</u>	<u>4,769,447</u>
Expenses:		
Salaries, wages and contract services	3,163,528	2,379,407
Employee benefits	410,338	244,943
Printing and supplies	380,004	368,777
Consultants fees	291,811	113,923
Depreciation and amortization	213,563	204,305
Repairs and maintenance	166,902	119,521
Freight on sales	128,794	131,548
Postage	85,737	68,719
Bookstore occupancy rent	47,327	45,007
Travel	30,299	21,678
Telecommunications	19,545	14,690
Vehicles	18,562	12,934
Loss on disposal and retirement of fixed assets	2,223	—
Miscellaneous	74,518	61,041
	<u>5,033,151</u>	<u>3,786,493</u>
Net income for the year	871,943	982,954
Surplus at beginning of year	1,790,343	807,389
	<u>2,662,286</u>	<u>1,790,343</u>
Remittance to the General Revenue Fund	117,841	—
Surplus at end of year	<u>\$ 2,544,445</u>	<u>\$ 1,790,343</u>

EDUCATION REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Cash provided by (used in) operating activities:		
Net income	\$ 871,943	\$ 982,954
Add items not involving cash:		
Depreciation and amortization	213,563	204,305
Loss on disposal and retirement of fixed assets	2,223	—
	<u>1,087,729</u>	<u>1,187,259</u>
Net change in non-cash working capital items related to operations	<u>(3,488,185)</u>	<u>(1,712,353)</u>
	<u>(2,400,456)</u>	<u>(525,094)</u>
Cash provided by (used in) financing activities:		
Advances from the General Revenue Fund	37,811,807	33,988,861
Repayment of advances from the General Revenue Fund	(35,000,701)	(33,329,558)
Remittance to the General Revenue Fund	(117,841)	—
	<u>2,693,265</u>	<u>659,303</u>
Cash provided by (used in) investment activities:		
Purchase of fixed assets	(344,354)	(54,258)
Sale of fixed assets	548	—
	<u>(343,806)</u>	<u>(54,258)</u>
Net increase (decrease) in cash	(50,997)	79,951
Cash at beginning of year	157,416	77,465
Cash at end of year	<u>\$ 106,419</u>	<u>\$ 157,416</u>

EDUCATION REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Education Revolving Fund operates under the authority of the Department of Education Act, Chapter D-17, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

a) Basis of Presentation

The Fund operates as the Learning Resources Distributing Centre and includes in its accounts the operations, assets and liabilities of the bookstores at Northern Alberta Institute of Technology, Southern Alberta Institute of Technology, Alberta College of Art and Lakeland College.

Effective April 1, 1990 the functions of production and distribution of distance education materials and distribution of correspondence education materials were transferred from the Alberta Correspondence School to the Fund.

All inventory of distance education and correspondence education materials on hand at Alberta Correspondence School at April 1, 1990 were transferred to the Fund at no cost.

b) Inventory

Inventory is valued at the lower of cost, determined on a first-in, first-out basis, and estimated net realizable value.

c) Depreciation and Amortization

Fixed assets are depreciated to 10% of cost on a straight-line basis at the following annual rates:

Warehouse and office equipment	10%
Computer hardware	20%

Leasehold improvements are amortized over the term of the lease agreement. Computer software has been fully depreciated.

Note 3 Fixed Assets

		1991		1990
	Cost	Accumulated Depreciation/ Amortization	Net	Net
Warehouse and office equipment	\$ 364,734	\$159,400	\$205,334	\$167,414
Computer hardware	1,001,851	678,159	323,692	235,756
Computer software	113,167	113,167	—	45,959
Leasehold improvements	76,993	28,870	48,123	—
	<u>\$1,556,745</u>	<u>\$979,596</u>	<u>\$577,149</u>	<u>\$449,129</u>

Note 4 Advance from the General Revenue Fund

Under the provisions of the Department of Education Act and the Financial Administration Act, the Fund receives non-interest bearing advances from the General Revenue Fund as required for operations, to a maximum of \$40,000,000 and repays such advances as monies are received from the sale of learning resources and supplies.

Note 5 Commitment

The Fund is committed to future consulting fees of \$218,000 (1990 \$175,000) for the development of information systems.

Note 6 Sales

Sales include the following amounts contributed by the Province of Alberta as grants allowed to school districts and divisions, counties and approved schools in respect of learning resources.

	1991	1990
'Basic' Learning Resource Acquisition Subsidy Grant	\$5,182,490	\$5,311,501
Secondary Education Implementation		
Credit Allocation Grant	3,020,687	3,159,407
	<u>\$8,203,177</u>	<u>\$8,470,908</u>

Note 7 Cost of Goods Sold

	1991	1990
Inventory at beginning of year	\$11,272,587	\$ 8,907,481
Purchases and production	31,205,563	30,346,484
Freight and duty	263,552	230,676
Goods available for sale	<u>42,741,702</u>	<u>39,484,641</u>
Less: Inventory at end of year	15,119,281	11,272,587
	<u>\$27,622,421</u>	<u>\$28,212,054</u>

Note 8 Administration Costs

Certain office and warehouse furniture, equipment and accommodation costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

WATER RESOURCES REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Environment

I have audited the balance sheet of the Water Resources Revolving Fund as at March 31, 1991 and the statements of operations and surplus and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 15, 1991

WATER RESOURCES REVOLVING FUND

BALANCE SHEET

AS AT MARCH 31, 1991

	1991	1990
ASSETS		
Current:		
Accounts receivable	\$ 358,196	\$ 381,627
Inventories	207,025	186,972
Prepaid expenses	893	3,425
	<u>566,114</u>	<u>572,024</u>
Capital (Note 3)	2,929,824	2,824,751
	<u>\$3,495,938</u>	<u>\$3,396,775</u>
LIABILITIES AND SURPLUS		
Accounts payable	\$ 256,516	\$ 204,979
Advances from the General Revenue Fund	3,266,324	3,046,526
	<u>3,522,840</u>	<u>3,251,505</u>
Surplus (deficit)	(26,902)	145,270
	<u>\$3,495,938</u>	<u>\$3,396,775</u>

The accompanying notes are part
of these financial statements.

WATER RESOURCES REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Revenue:		
Material and gas sales	\$ 153,821	\$ 273,323
Less: Cost of goods sold	<u>142,318</u>	<u>259,219</u>
Gross profit	11,503	14,104
Equipment rental	<u>1,755,617</u>	<u>1,760,344</u>
	<u>1,767,120</u>	<u>1,774,448</u>
Expenses:		
Equipment operating costs	1,023,202	981,819
Amortization	551,100	503,319
Equipment rental	273,047	221,159
Repairs and maintenance	49,400	42,922
Administration (Note 4)	<u>27,197</u>	<u>29,514</u>
	<u>1,923,946</u>	<u>1,778,733</u>
(Loss) from operations	(156,826)	(4,285)
Gain (loss) on disposal of equipment	<u>(15,346)</u>	<u>80,771</u>
Net income (loss) for the year	<u>(172,172)</u>	<u>76,486</u>
Surplus at beginning of year	145,270	68,784
Surplus (deficit) at end of year	<u>\$ (26,902)</u>	<u>\$ 145,270</u>

WATER RESOURCES REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Operating activities		
Cash from operations:		
Net income (loss) for the year	\$(172,172)	\$ 76,486
Net charges (credits) to income which do not affect cash:		
Amortization	551,100	503,319
Loss (gain) on disposal of equipment	<u>15,346</u>	<u>(80,771)</u>
	394,274	499,034
Changes in non-cash items:		
Decrease in accounts receivable	23,431	105,342
Decrease (increase) in inventories	(20,053)	64,114
Decrease (increase) in prepaid expenses	2,532	(206)
Increase (decrease) in accounts payable	<u>51,537</u>	<u>(25,624)</u>
	451,721	642,660
Investing activities		
Proceeds from equipment disposals	3,308	87,560
Purchase of equipment	<u>(674,827)</u>	<u>(674,592)</u>
	(671,519)	(587,032)
Decrease (increase) in advances from the General Revenue Fund	<u><u>\$(219,798)</u></u>	<u><u>\$ 55,628</u></u>

WATER RESOURCES REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Water Resources Revolving Fund operates under the authority of the Water Resources Act, Chapter W-5, Revised Statutes of Alberta 1980, as amended.

Fund revenue is derived from rentals and sales to the Water Resources Management Division of the Department of Environment.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Capital assets and amortization

Capital assets are shown at cost less accumulated amortization. Amortization is calculated on a straight-line basis over the estimated useful life of each type of equipment.

The estimated useful life of major equipment categories is as follows:

Shop tools, small pumps and small boats	3 years
Light vehicles and equipment	3 - 5 years
Heavy vehicles and equipment, large pumps, and large boats	6 - 12 years
Draglines and graders	15 years
Aluminum water pipes	15 years
Office equipment	2 - 10 years

(b) Major overhauls

Major overhauls, significantly extending the life or improving the service potential of equipment, are amortized on a straight-line basis over the remaining useful life of the equipment.

(c) Inventories

Inventories are valued at the lower of cost and net realizable value.

(d) Leases

All leases with respect to the rental and maintenance of equipment, as lessee or lessor, can be cancelled at the end of any fiscal year and are therefore accounted for as operating leases.

Note 3 Capital Assets

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>1991 Net</u>	<u>1990 Net</u>
Rental equipment	\$7,823,191	\$4,936,400	\$2,886,791	\$2,767,850
Maintenance and office equipment	<u>260,865</u>	<u>217,832</u>	<u>43,033</u>	<u>56,901</u>
	<u>\$8,084,056</u>	<u>\$5,154,232</u>	<u>\$2,929,824</u>	<u>\$2,824,751</u>

Note 4 Administration Expenses

Salaries, wages, rental charges for the Edmonton, Lethbridge, Grande Prairie and Peace River warehouses and certain overhead costs incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Approval of Financial Statements

These financial statements were approved by management.

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements
Schedule of Operating Expenses
Schedule of Net Income (Loss)

AUDITOR'S REPORT

To the Minister of Forestry,
Lands and Wildlife

I have audited the balance sheet of the Forestry, Lands and Wildlife Revolving Fund as at March 31, 1991 and the statement of operations and surplus for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 31, 1991

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Accounts receivable	\$536,817	\$480,673
Inventories	271,865	224,782
	<u>808,682</u>	<u>705,455</u>
Capital: (Note 3)		
Equipment, at cost	84,568	167,901
Less: Accumulated amortization	78,684	138,316
	<u>5,884</u>	<u>29,585</u>
	<u>\$814,566</u>	<u>\$735,040</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$291,983	\$306,235
Deferred revenue	1,520	3,299
	<u>293,503</u>	<u>309,534</u>
Advance from the General Revenue Fund	193,795	233,278
Surplus	<u>327,268</u>	<u>192,228</u>
	<u>\$814,566</u>	<u>\$735,040</u>
The accompanying notes are part of these financial statements.		

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
REVENUE		
Sales	\$1,470,572	\$1,723,536
Cost of goods sold	606,320	740,824
Gross profit	<u>864,252</u>	<u>982,712</u>
Digital services	258,573	121,154
Thematic services	38,030	80,956
Project services	—	114,516
Miscellaneous	30,085	23,327
	<u>1,190,940</u>	<u>1,322,665</u>
EXPENDITURE		
Operating expenses, Schedule 1	1,050,790	1,207,474
Net income for the year, Schedule 2	140,150	115,191
Surplus at beginning of year	192,228	77,037
	<u>332,378</u>	<u>192,228</u>
Remittance to the General Revenue Fund	5,110	—
Surplus at end of year	<u>\$ 327,268</u>	<u>\$ 192,228</u>

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Forestry, Lands and Wildlife Revolving Fund operates under the authority of the Department of Forestry, Lands and Wildlife Act, Chapter D-20.5, Statutes of Alberta 1986.

Note 2 Significant Accounting Policies**a) Inventories**

Inventories for resale are valued at the lower of cost or net realizable value.

b) Amortization

Capital assets are amortized on a straight-line basis over the estimated useful life of the assets as follows:

Film processing equipment	3 to 20 years
Data processing and distribution equipment	3 to 5 years

c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Capital Assets

Capital assets are summarized as follows:

<u>Equipment</u>	<u>1991</u>			<u>1990</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net</u>	<u>Net</u>
Film processing	\$ —	\$ —	\$ —	\$17,691
Data processing	65,571	62,627	2,944	6,855
Distribution	18,997	16,057	2,940	5,039
	<u>\$84,568</u>	<u>\$78,684</u>	<u>\$5,884</u>	<u>\$29,585</u>

Note 4 Administration Costs

Accommodation, basic office furnishings and certain administrative salary costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Lease Commitment

The Fund is committed to a three year lease for a laser photocopier, from April 1, 1991 to March 31, 1994. Minimum payments under the lease are as follows:

1992	\$ 47,880
1993	47,880
1994	47,880
	<u>\$143,640</u>

Note 6 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Manpower	\$ 834,184	\$ 926,255
Professional, technical and labour services	67,670	116,964
Rentals	47,563	50,252
Supplies	31,212	60,632
Freight and postage	16,532	16,487
Repairs and maintenance	8,905	5,123
Depreciation	7,682	12,774
Damaged and obsolete goods	6,670	18,261
Travel	5,912	4,228
Bad debts (recovery)	4,355	(6,427)
Communication	3,330	1,892
Advertising and promotion	2,977	1,006
Miscellaneous	13,798	27
	<u>\$1,050,790</u>	<u>\$1,207,474</u>

Schedule 2

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
SCHEDULE OF NET INCOME (LOSS)
FOR THE YEAR ENDED MARCH 31, 1991

	1991					1990
	Sales	Cost of Sales	Gross Profit	Other Revenue	Operating Expenses	Net Income (Loss)
Land Information Services Division:						
Maps Alberta:						
Maps	\$ 360,094	\$114,087	\$246,007	\$ —	\$ 268,902	\$ (22,895)
Airphotos	598,531	160,231	438,300	—	207,028	231,272
Warehouse	288,390	171,079	117,311	—	171,465	(54,154)
Administration	—	—	—	28,902	294,202	(265,300)
	<u>1,247,015</u>	<u>445,397</u>	<u>801,618</u>	<u>28,902</u>	<u>941,597</u>	<u>(111,077)</u>
Technical services:						
Laboratory	—	—	—	—	—	(1,405)
Survey data	74,628	—	74,628	—	33,904	40,724
Billing	—	—	—	1,183	—	1,183
	<u>74,628</u>	<u>—</u>	<u>74,628</u>	<u>1,183</u>	<u>33,904</u>	<u>41,907</u>
Digital services	—	—	—	258,573	9,980	248,593
Thematic services	—	—	—	38,030	65,309	(27,279)
Project services	—	—	—	—	—	—
	<u>1,321,643</u>	<u>445,397</u>	<u>876,246</u>	<u>326,688</u>	<u>1,050,790</u>	<u>152,144</u>
Public Lands Division:						
Public grazing services	148,929	160,923	(11,994)	—	—	(11,994)
	<u>\$1,470,572</u>	<u>\$606,320</u>	<u>\$864,252</u>	<u>\$326,688</u>	<u>\$1,050,790</u>	<u>\$ 140,150</u>
						<u>\$ 115,191</u>

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister Responsible for Personnel Administration

I have audited the balance sheet of the Personnel Administration Office Revolving Fund as at March 31, 1991 and the statements of operations and surplus and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 25, 1991

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Accounts receivable	\$121,486	\$137,289
Due from the General Revenue Fund	18,704	—
Inventories	<u>14,820</u>	<u>39,768</u>
	<u>155,010</u>	<u>177,057</u>
Capital:		
Capital assets, at cost	36,046	33,309
Less: Accumulated amortization	<u>27,452</u>	<u>22,564</u>
	<u>8,594</u>	<u>10,745</u>
	<u>\$163,604</u>	<u>\$187,802</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 90,295	\$ 67,965
Due to the General Revenue Fund	<u>—</u>	<u>222,333</u>
	90,295	290,298
Surplus (deficit)	<u>73,309</u>	<u>(102,496)</u>
	<u>\$163,604</u>	<u>\$ 187,802</u>

The accompanying notes are part
of these financial statements.

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Revenue:		
Course fees	\$ 947,699	\$ 847,203
Expenses:		
Professional, technical and labour services	658,263	718,821
Materials and supplies	91,337	131,733
Rental of facilities and equipment	14,151	3,681
Amortization	4,888	5,562
Travel	2,170	3,545
Freight and postage	825	1,633
Copyright fees	<u>260</u>	<u>1,746</u>
	<u>771,894</u>	<u>866,721</u>
Operating profit (loss)	175,805	(19,518)
Write down of obsolete inventory	<u>—</u>	<u>(17,602)</u>
Net income (loss) for the year	175,805	(37,120)
Deficit at beginning of year	<u>(102,496)</u>	<u>(65,376)</u>
Surplus (deficit) at end of year	<u>\$ 73,309</u>	<u>\$(102,496)</u>

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Operating activities:		
Net income (loss) for the year	\$175,805	\$(37,120)
Non-cash items:		
Write down of obsolete inventory	—	17,602
Amortization	4,888	5,562
	<u>180,693</u>	<u>(13,956)</u>
Decrease (increase) in accounts receivable and inventories, net of write down of obsolete inventory	40,751	(15,568)
Increase (decrease) in accounts payable	22,330	(31,687)
	<u>243,774</u>	<u>(61,211)</u>
Investing activities:		
Purchase of capital assets	(2,737)	(4,907)
Net change in the account with the General Revenue Fund	<u>\$241,037</u>	<u>\$(66,118)</u>
Comprising:		
Decrease (increase) in amount due to the General Revenue Fund	\$222,333	\$(66,118)
Increase in amount due from the General Revenue Fund	18,704	—
	<u>\$241,037</u>	<u>\$(66,118)</u>

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority and Purpose

The Personnel Administration Office Revolving Fund operates under the authority of the Public Service Act, Chapter P-31, Revised Statutes of Alberta 1980, as amended.

The purpose of the Personnel Administration Office Revolving Fund is to provide employee training and development services to Provincial agencies and departments.

Note 2 Summary of Significant Accounting Policies

(a) Inventory

Inventory is valued at the lower of cost and estimated net realizable value.

(b) Amortization

Capital assets are amortized on a straight-line basis at the rate of 20% per annum.

Note 3 Administration Costs

Salaries, accommodation and other administrative expenses incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Net Loss and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Net Loss

AUDITOR'S REPORT

To the Minister of
Public Works, Supply and Services

I have audited the balance sheet of the Public Works, Supply and Services Revolving Fund as at March 31, 1991 and the statements of net loss and surplus and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 28, 1991

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991

	1991	1990
ASSETS		
Current:		
Accounts receivable	\$ 12,693,400	\$ 12,061,510
Inventories, at cost	2,999,010	2,857,210
Prepaid expenses	741,731	569,740
	<u>16,434,141</u>	<u>15,488,460</u>
Other:		
Net investment in leases	—	125,000
Capital assets (Note 3)	98,608,294	90,002,427
	<u>\$115,042,435</u>	<u>\$105,615,887</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 7,192,876	\$ 5,524,874
Computer hardware purchase obligations		
- current portion (Note 4)	602,766	626,282
	<u>7,795,642</u>	<u>6,151,156</u>
Computer hardware purchase obligations		
- long-term portion (Note 4)	1,056,790	1,659,556
Advance from the General Revenue Fund	96,341,274	86,334,327
Surplus	9,848,729	11,470,848
	<u>\$115,042,435</u>	<u>\$105,615,887</u>
The accompanying notes are part of these financial statements.		

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
STATEMENT OF NET LOSS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Service revenue, Schedule 1	\$48,189,368	\$44,229,608
Gross profit on sales, Schedule 1	3,730,089	3,872,807
	<u>51,919,457</u>	<u>48,102,415</u>
Operating expenses:		
Amortization	20,743,918	19,524,217
Manpower	19,781,003	18,251,674
Repairs and maintenance	5,817,099	4,737,243
Rentals	3,809,835	3,050,556
Materials and supplies	1,771,758	2,041,337
Professional, technical and labour services	551,353	504,475
Data processing	472,061	667,220
Freight and postage	352,141	357,394
Equipment leasing and finance	125,000	187,336
Travel	121,143	129,352
Telephone and communications	28,930	16,644
Federal sales tax charges, less recoveries	(64,945)	84,148
Miscellaneous	32,280	18,046
	<u>53,541,576</u>	<u>49,569,642</u>
Net loss for the year, Schedule 1	(1,622,119)	(1,467,227)
Surplus at beginning of year	11,470,848	22,775,345
	<u>9,848,729</u>	<u>21,308,118</u>
Remittance to the Provincial Treasurer	—	9,837,270
Surplus at end of year	<u>\$ 9,848,729</u>	<u>\$11,470,848</u>

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
OPERATING ACTIVITIES		
Cash from operations:		
Net loss for the year	\$ (1,622,119)	\$ (1,467,227)
Charges (credits) not affecting cash:		
Amortization	20,743,918	19,524,217
Gain on disposal of capital assets, net	(669,261)	(90,783)
	<u>18,452,538</u>	<u>17,966,207</u>
Changes in working capital relating to operations:		
Accounts receivable	(631,890)	(745,650)
Inventories	(141,800)	487,334
Prepaid expenses	2,009	(110,870)
Accounts payable	1,494,002	1,001,664
Net cash arising from operations	<u>19,174,859</u>	<u>18,598,685</u>
INVESTING ACTIVITIES		
Purchase of capital assets	(34,078,436)	(28,006,895)
Proceeds from sale of capital assets	5,397,912	2,480,326
Redemption of lease investments, net	125,000	187,336
Net cash utilized by investing activities	<u>(28,555,524)</u>	<u>(25,339,233)</u>
FINANCING ACTIVITIES		
Decrease in computer hardware purchase obligations	(626,282)	(207,444)
Net cash utilized by operating, investing and financing activities	(10,006,947)	(6,947,992)
Remittance to Provincial Treasurer	—	(9,837,270)
Increase in Provincial Treasurer's advance	<u>\$ (10,006,947)</u>	<u>\$ (16,785,262)</u>

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Public Works, Supply and Services Revolving Fund operates under the authority of the Department of Public Works, Supply and Services Act, Chapter D-25.5, Statutes of Alberta 1983, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Administration Expenses

Accommodation, certain salaries and other administrative expenses incurred in the administration of the Revolving Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

(b) Amortization

Capital assets are amortized on a straight-line basis over their estimated useful life as follows:

Computer hardware	3 to 6 years
Automobiles and trucks	3 to 8 years
Aircraft	24 years
Computer software	3 or 5 years
Other equipment	5 to 10 years

(c) Leases

The cost of the equipment leased to Government users is recovered from the lessees during the lease period. The payments received are deducted from the cost, which is shown on the balance sheet as net investment in leases. For financial presentation purposes, the payments received are also included in the income statement as service revenue and as operating expenses.

Note 3 Capital Assets

	Cost	1991		1990
		Accumulated Amortization	Net Book Value	Net Book Value
Computer hardware	\$ 78,732,194	\$41,979,945	\$36,752,249	\$36,918,818
Automobiles and trucks	59,729,883	24,125,014	35,604,869	26,350,118
Aircraft	28,053,306	5,339,269	22,714,037	23,923,868
Computer software	9,650,030	6,915,786	2,734,244	2,271,008
Printing and photocopying equipment	1,797,954	1,236,528	561,426	331,113
Office and general equipment	564,993	428,210	136,783	87,183
Shop equipment	217,239	112,553	104,686	120,319
	<u>\$178,745,599</u>	<u>\$80,137,305</u>	<u>\$98,608,294</u>	<u>\$90,002,427</u>

Note 4 Computer Hardware Purchase Obligations

Certain data processing acquisition contracts provide for a portion of the purchase price to be paid by instalments over a number of years. In order to remove the financing charge in these arrangements, the instalments have been discounted to their value at the time of purchase. The cost of computer hardware includes this discounted value and a corresponding amount has been recorded as a liability. The liability remaining at March 31, 1991 will be discharged as follows:

Year ended March 31, 1992	\$ 602,766
1993	517,023
1994	412,969
1995	126,798
	<u>\$1,659,556</u>

Note 5 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule I

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
SCHEDULE OF NET LOSS
FOR THE YEAR ENDED MARCH 31, 1991

	1991					1990
	Sales	Cost of Sales	Gross Profit (Loss)	Service Revenue	Operating Expenses	Net Revenues (Losses)
Computer processing	\$ —	\$ —	\$ —	\$36,386,729	\$38,172,968	\$(1,786,239)
Warehousing and distribution	9,793,013	7,718,298	2,074,715	66,264	1,915,343	225,636
Supply equipment	—	—	—	7,561,146	7,354,523	206,623
Computer systems	—	—	—	4,001,568	4,233,218	(231,650)
Printing services	2,517,956	731,062	1,786,894	12,146	1,710,227	88,813
Work orders	1,971,898	1,981,910	(10,012)	—	43,564	(53,576)
Furniture	—	—	—	—	—	—
Air transportation	—	—	—	883,379	955,105	(71,726)
Postage	6,098,444	6,098,444	—	—	—	—
Equipment leasing and financing	—	—	—	125,000	125,000	—
Equipment for resale	283,080	283,080	—	—	—	—
	<u>20,664,391</u>	<u>16,812,794</u>	<u>3,851,597</u>	<u>49,036,232</u>	<u>54,509,948</u>	<u>(1,622,119)</u>
Intra-fund eliminations	299,652	178,144	121,508	846,864	968,372	—
	<u>\$20,364,739</u>	<u>\$16,634,650</u>	<u>\$3,730,089</u>	<u>\$48,189,368</u>	<u>\$53,541,576</u>	<u>\$(1,667,227)</u>

RECREATION AND PARKS REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements
Schedule of Net Income

AUDITOR'S REPORT

To the Minister of Recreation and Parks

I have audited the balance sheet of the Recreation and Parks Revolving Fund as at March 31, 1991 and the statement of operations and surplus for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 23, 1991

RECREATION AND PARKS REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Accounts receivable	\$ 96,849	\$ 91,591
Inventories	<u>44,952</u>	<u>49,808</u>
	141,801	141,399
Equipment (Note 3)	<u>78,510</u>	<u>—</u>
	<u>\$220,311</u>	<u>\$141,399</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 32,384	\$ 40,309
Due to the General Revenue Fund	<u>36,378</u>	<u>—</u>
	68,762	40,309
Advance from the General Revenue Fund	<u>90,021</u>	<u>12,937</u>
	158,783	53,246
Surplus	<u>61,528</u>	<u>88,153</u>
	<u>\$220,311</u>	<u>\$141,399</u>
The accompanying notes are part of these financial statements.		

RECREATION AND PARKS REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Revenue	\$478,062	\$481,895
Direct costs:		
Purchases	412,346	419,203
Other	<u>55,963</u>	<u>42,854</u>
	468,309	462,057
Net income, Schedule 1	9,753	19,838
Surplus at beginning of year	88,153	68,315
Remittance to the General Revenue Fund	<u>(36,378)</u>	<u>—</u>
Surplus at end of year	<u>\$ 61,528</u>	<u>\$ 88,153</u>

RECREATION AND PARKS REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Recreation and Parks Revolving Fund operates under the authority of the Department of Recreation and Parks Act, Chapter D-26, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

Inventories

Inventories are valued at the lower of cost and estimated net realizable value.

Equipment

Equipment is recorded at cost and is amortized on a straight-line basis over its estimated useful life of 10 years.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Equipment

Printing equipment, at cost

\$82,425

Less: Accumulated amortization

3,915

\$78,510

Note 4 Administration Costs

Accommodation, furniture and certain equipment, salaries and wages and other administrative costs have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 6 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

RECREATION AND PARKS REVOLVING FUND
SCHEDULE OF NET INCOME
FOR THE YEAR ENDED MARCH 31, 1991

	1991			1990
	Revenue	Purchases	Other Costs	Net Income (Loss)
Postage	\$195,579	\$196,318	\$ —	\$ (739)
Printing	120,998	78,499	52,476	(9,977)
Photocopying	86,079	68,935	—	17,144
Telephone	69,359	63,545	—	5,814
Publications	6,047	5,049	3,487	(2,489)
	<u>\$478,062</u>	<u>\$412,346</u>	<u>\$55,963</u>	<u>\$19,838</u>

TOURISM REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Deficit
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Tourism

I have audited the balance sheet of the Tourism Revolving Fund as at March 31, 1991 and the statement of operations and deficit for the period then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the period then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 21, 1991

TOURISM REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991

ASSETS	
Current:	
Receivables	\$ 23,301
Inventory	75,945
Prepaid expenses	2,759
	<u>\$102,005</u>
LIABILITIES AND DEFICIT	
Current:	
Accounts payable	\$ 17,736
Advance from the General Revenue Fund	85,556
	<u>103,292</u>
Deficit	<u>(1,287)</u>
	<u>\$102,005</u>
The accompanying notes are part of these financial statements.	

TOURISM REVOLVING FUND
STATEMENT OF OPERATIONS AND DEFICIT
FOR THE PERIOD AUGUST 17, 1990 TO MARCH 31, 1991

REVENUE	
Seminar fees	\$19,008
Contribution from the General Revenue Fund	4,380
	<u>23,388</u>
EXPENDITURE	
Materials and supplies	9,601
Contract services	15,074
	<u>24,675</u>
Excess of expenditure over revenue and deficit at end of period	<u>\$ (1,287)</u>

TOURISM REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Revolving Fund operates under the authority of the Department of Tourism Act, Chapter D-29.1, Revised Statutes of Alberta, as amended.

The purpose of the Tourism Revolving Fund is to acquire supplies and offer articles and services related to tourism to others, including other departments. The Fund's principal service has been the operation of the Alberta Best program.

The operations of the Fund commenced on August 17, 1990. Legislative authority to operate the Fund will expire on March 31, 1992.

Note 2 Significant Accounting Policies and Reporting Practices

General

These financial statements have been prepared in accordance with generally accepted accounting principles.

Administration Costs

Salaries, accommodation, office furnishings and other administrative costs incurred in the administration of the Tourism Revolving Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Approval of Financial Statements

These financial statements were approved by management.

GAS ALBERTA OPERATING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Transportation and Utilities

I have audited the balance sheet of the Gas Alberta Operating Fund as at March 31, 1991 and the statement of operations and surplus for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 15, 1991

**GAS ALBERTA OPERATING FUND
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$ —	\$ 6,034,973
Accounts receivable	10,621,365	9,558,718
	<u>10,621,365</u>	<u>15,593,691</u>
Capital assets (Note 3)	149,885	—
	<u>\$10,771,250</u>	<u>\$15,593,691</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 4,085,993	\$ 5,098,232
Advance from the General Revenue Fund	5,223,015	10,022,000
Surplus	1,462,242	473,459
	<u>\$10,771,250</u>	<u>\$15,593,691</u>
The accompanying notes are part of these financial statements.		

**GAS ALBERTA OPERATING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Gas operations		
Sale of natural gas	\$27,893,187	\$25,964,326
Transportation revenue	153,543	164,361
Other revenue	14,331	35,220
Billing services revenue	<u>231,590</u>	<u>262,050</u>
	<u>28,292,651</u>	<u>26,425,957</u>
EXPENDITURE		
Gas operations		
Purchase of natural gas	22,733,928	21,195,100
Pipeline operators' charges	2,992,925	3,642,327
Department owned pipeline charges	340,222	395,523
Emergency supply services	45,104	24,676
Well operators' charges	40,647	35,643
Administration costs (Note 4)	<u>1,151,042</u>	<u>1,044,598</u>
	<u>27,303,868</u>	<u>26,337,867</u>
Operating surplus for the year	988,783	88,090
Surplus at beginning of year	473,459	385,369
Surplus at end of year	<u>\$ 1,462,242</u>	<u>\$ 473,459</u>

GAS ALBERTA OPERATING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Gas Alberta Operating Fund operates under the authority of the Rural Gas Act, Chapter R-19, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices**Amortization**

Capital assets are amortized on a straight-line basis over the estimated useful life of the assets as follows:

Computer hardware	5 years
Computer software	5 years

Allowance for Doubtful Accounts

The Fund provides for specific losses on accounts receivable as well as a general allowance for anticipated losses.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Capital Assets

Capital assets are summarized as follows:

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net</u>
Computer hardware	\$106,007	\$21,202	\$ 84,805
Computer software	70,600	5,520	65,080
	<u>\$176,607</u>	<u>\$26,722</u>	<u>\$149,885</u>

Note 4 Administration Costs

Administration costs are comprised of:

	<u>1991</u>	<u>1990</u>
Salaries, wages and benefits	\$ 713,427	\$ 692,947
Data processing	124,833	166,031
Freight and postage	116,372	117,982
Professional services	96,747	10,246
Materials and supplies	40,327	61,110
Amortization	26,722	—
Travel	25,087	13,243
Rental	24,352	1,787
Repairs and maintenance	12,599	345
Miscellaneous	2,511	9,463
Refund of intervenors cost	(31,935)	(28,556)
	<u>\$1,151,042</u>	<u>\$1,044,598</u>

The costs of accommodation and office furnishings are borne by the General Revenue Fund and are not reflected in these financial statements.

The Fund acts as an intervenor at rate hearings held by the Public Utilities Board. Costs incurred by the Fund are recovered from the utility companies based on the amount awarded by the Board. Amounts to be recovered cannot be estimated and are therefore recorded when awarded.

Note 5 Lease Commitment

Commencing in the 1991-92 fiscal year, the Fund is committed to an annual lease payment of \$300,000 for the use of pipelines owned by the Department of Transportation and Utilities.

Note 6 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

TRANSPORTATION REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Surplus (Deficit)
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Transportation and Utilities

I have audited the balance sheet of the Transportation Revolving Fund as at March 31, 1991 and the statements of operations and surplus (deficit) and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 28, 1991

TRANSPORTATION REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1991

	1991	1990
ASSETS		
Current:		
Accounts receivable	\$ 12,703,026	\$ 10,885,973
Inventories	13,430,810	17,481,705
	<u>26,133,836</u>	<u>28,367,678</u>
Capital (Note 3):		
At cost	118,484,637	117,676,066
Less: Accumulated amortization	<u>66,438,519</u>	<u>65,382,091</u>
	52,046,118	52,293,975
Other:		
Gravel	14,672,705	13,131,939
Land	198,424	2,485,751
	<u>14,871,129</u>	<u>15,617,690</u>
	<u>\$ 93,051,083</u>	<u>\$ 96,279,343</u>
LIABILITIES AND SURPLUS (DEFICIT)		
Current:		
Accounts payable	\$ 6,680,617	\$ 10,435,535
Advances from the Province of Alberta	<u>87,036,279</u>	<u>81,802,363</u>
	93,716,896	92,237,898
Surplus (deficit)	<u>(665,813)</u>	<u>4,041,445</u>
	<u>\$ 93,051,083</u>	<u>\$ 96,279,343</u>
The accompanying notes are part of these financial statements.		

TRANSPORTATION REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS (DEFICIT)
FOR THE YEAR ENDED MARCH 31, 1991

	1991				1990
	Fleet	Shop	Stores	Gravel and Land	Total
REVENUE					
Rentals	\$35,271,684	\$ —	\$ —	\$ —	\$35,271,684
Sales	—	2,606,897	16,977,879	17,411,133	36,995,909
	<u>35,271,684</u>	<u>2,606,897</u>	<u>16,977,879</u>	<u>17,411,133</u>	<u>72,267,593</u>
EXPENDITURE					
Operating:					
Cost of sales	—	1,602,834	14,921,727	17,411,133	33,935,694
Salaries and wages	7,969,348	5,029,486	319,511	—	13,318,345
Repairs and maintenance	9,914,764	92,861	—	—	10,007,625
Amortization	7,271,620	93,118	747	—	7,365,485
Petroleum supplies	7,199,207	—	—	—	7,199,207
Materials and supplies	—	849,756	130,822	—	980,578
Contract services	26,487	187,953	112,601	—	327,041
Other	196,083	488,930	275,607	—	960,620
	<u>32,577,509</u>	<u>8,344,938</u>	<u>15,761,015</u>	<u>17,411,133</u>	<u>74,094,595</u>
Gross profit (loss)	<u>\$ 2,694,175</u>	<u>\$(5,738,041)</u>	<u>\$ 1,216,864</u>	<u>\$ —</u>	<u>(1,827,002)</u>
Administrative:					
Salaries and wages					1,173,790
Data processing					973,803
Amortization					476,897
Contract services					147,901
Repairs and maintenance					47,035
Materials and supplies					3,060
Other					57,770
					<u>2,880,256</u>
Excess of expenditure over revenue for the year					<u>(4,707,258)</u>
Surplus at beginning of year					4,041,445
Surplus (deficit) at end of year					<u>\$ (665,813)</u>

**TRANSPORTATION REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Operating activities:		
Excess of expenditure over revenue for the year	\$ (4,707,258)	\$ (373,444)
Rental equipment purchases	(9,831,488)	(14,728,489)
Proceeds from disposals of rental equipment, net	2,601,239	1,180,521
Amortization	<u>7,842,382</u>	<u>7,733,709</u>
	(4,095,125)	(6,187,703)
Changes in non-cash balances:		
(Increase) decrease in accounts receivable	(1,817,053)	3,673,461
Decrease (increase) in inventories	4,050,895	(2,755,785)
(Increase) decrease in gravel	(1,540,766)	2,352,129
Decrease (increase) in land	2,287,327	(1,232,739)
(Decrease) increase in accounts payable	<u>(3,754,918)</u>	<u>3,640,264</u>
Cash applied to operating activities	<u>(4,869,640)</u>	<u>(510,373)</u>
Investing activities:		
Purchase of capital assets except rental equipment	<u>(364,276)</u>	<u>(169,469)</u>
Increase in advances from the Province of Alberta	(5,233,916)	(679,842)
Advances from the Province of Alberta at beginning of year	<u>(81,802,363)</u>	<u>(81,122,521)</u>
Advances from the Province of Alberta at end of year	<u><u>\$ (87,036,279)</u></u>	<u><u>\$ (81,802,363)</u></u>

**TRANSPORTATION REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Transportation Revolving Fund operates under the authority of the Department of Transportation and Utilities Act, Chapter D-30, Revised Statutes of Alberta 1980, as amended.

The Fund's revenue is derived mainly from rentals and sales to the Department of Transportation and Utilities.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Revenue and Expenditure

The fund's operations are undertaken through the following enterprises:

Fleet:

The fleet of mobile equipment is rented for the construction and maintenance of roads, bridges, and airports.

Shop:

A network of repair shops are maintained for the maintenance, repair, and overhaul of fleet equipment and for the manufacture of inventories.

Stores:

Inventories are maintained for use in construction and maintenance activities.

Gravel and Land:

Gravel is acquired and processed to supply materials for construction and maintenance activities. Land is acquired for construction of highways.

Charges between enterprises are eliminated from these financial statements.

(b) Inventories

Inventories are valued at the lower of cost and net realizable value.

(c) Capital Assets

Rental equipment is amortized on a straight-line basis. The approximate useful life of major equipment categories is as follows:

Light trucks	4 or 5 years
Heavy trucks	7 or 10 years
Graders, tractors, loaders, trailers	10 or 15 years
Cranes	15 or 20 years

Shop equipment is amortized on a 20% declining balance method.

Store equipment and computer hardware and software is amortized on a straight-line basis over 5 years.

(d) Gravel and Land

Gravel and land is valued at cost.

Note 3 Capital Assets

Capital assets, at cost, consist of:

	1991		1990	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Rental equipment	\$115,351,853	\$65,148,717	\$50,203,136	\$50,234,546
Computer software	2,170,564	868,226	1,302,338	1,736,451
Shop equipment	679,658	305,543	374,115	292,598
Computer hardware	278,827	115,286	163,541	30,380
Store equipment	3,735	747	2,988	—
	<u>\$118,484,637</u>	<u>\$66,438,519</u>	<u>\$52,046,118</u>	<u>\$52,293,975</u>

Note 4 Administrative Expenses

Accommodation, repair shops, warehouse facilities, certain salaries and wages and other administrative expenses incurred in the administration of the Fund are borne by the General Revenue Fund. Accordingly, they are not reflected in these financial statements.

Note 5 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

LAND PURCHASE FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Income and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Land Purchase Fund as at March 31, 1991 and the statements of income and deficit and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 16, 1991

LAND PURCHASE FUND
BALANCE SHEET
MARCH 31, 1991

	1991	1990
ASSETS		
Cash	\$ —	\$ 5,876,200
Accounts receivable	54,737	62,688
Land and buildings inventory (Note 3)	181,252,400	214,846,541
	<u>\$181,307,137</u>	<u>\$220,785,429</u>
LIABILITIES AND DEFICIT		
Liabilities:		
Accounts payable	\$ 2,247,136	\$ 2,462,179
Advances from the General Revenue Fund	223,427,849	211,081,033
	225,674,985	213,543,212
Retained earnings (deficit)	(44,367,848)	7,242,217
	<u>\$181,307,137</u>	<u>\$220,785,429</u>

The accompanying notes are part
of these financial statements.

LAND PURCHASE FUND
STATEMENT OF INCOME AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Income:		
Rental income	\$ 791,855	\$ 817,285
Rental expense	83,425	72,752
Net rental income	708,430	744,533
Interest received on transfer of land and buildings to the General Revenue Fund	220	673,270
Other	2,791	15,014
	711,441	1,432,817
Provision for decline in value of land and buildings held for resale	(52,321,506)	5,809,400
Net income (loss)	(51,610,065)	7,242,217
Retained earnings (deficit) at beginning of year	7,242,217	(11,256,300)
	(44,367,848)	(4,014,083)
Transfer from the General Revenue Fund	—	11,256,300
Retained earnings (deficit) at end of year	<u>\$(44,367,848)</u>	<u>\$ 7,242,217</u>

LAND PURCHASE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Operating transactions:		
Net income (loss)	\$(51,610,065)	\$ 7,242,217
Non-cash items:		
Provision for decline in value of land and buildings held for resale	52,321,506	(5,809,400)
Decrease in payables	(215,043)	(559,662)
Decrease (increase) in receivables	7,951	(28,994)
Proceeds from disposal of land and buildings held for resale	4,049,825	—
Reimbursement from the General Revenue Fund for cost of land and buildings transferred	15,860,182	30,283,637
Acquisitions of land and buildings	(38,637,372)	(17,827,131)
Cash provided by (applied to) operating transactions	<u>(18,223,016)</u>	<u>13,300,667</u>
Financing transactions:		
Advances from the General Revenue Fund	35,685,256	22,281,470
Repayment of advances to the General Revenue Fund	(23,338,440)	(42,228,221)
Transfer from the General Revenue Fund	—	11,256,300
Cash provided by (applied to) financing transactions	<u>12,346,816</u>	<u>(8,690,451)</u>
Increase (decrease) in cash	(5,876,200)	4,610,216
Cash at beginning of year	5,876,200	1,265,984
Cash at end of year	<u>\$ —</u>	<u>\$ 5,876,200</u>

LAND PURCHASE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority
The Land Purchase Fund operates under the authority of the Government Land Purchases Act, Chapter G-8, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) Land and buildings held for future use are carried at cost less proceeds of sundry disposals. The Act provides that, if money is voted by the Legislature for the purpose of reimbursing the Fund, the Provincial Treasurer may order the transfer from the supply vote to the Fund of an amount which includes the cost of each acquisition and interest thereon determined by the Provincial Treasurer. The reimbursement is reflected in these financial statements at the time of transfer.
- (b) Land and buildings held for resale are valued at the lower of cost and net realizable value, on an aggregate basis.

Note 3 Land and Buildings Inventory

	<u>1991</u>	<u>1990</u>
Land and buildings		
- held for future use	\$137,780,227	\$189,324,014
- held for resale	43,472,173	25,522,527
	<u>\$181,252,400</u>	<u>\$214,846,541</u>

Note 4 Interest Income
Interest income earned on cash deposits is credited directly to the General Revenue Fund and is not reflected in these financial statements.

Note 5 Land Development and Administration Costs
At March 31, 1991, the Fund held land and buildings costing approximately \$16,756,726 (1990 \$14,273,053) upon which development had commenced.
Land development costs and salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 6 Contingencies
Claims pending in respect of additional compensation for land and buildings acquired under expropriation proceedings amounted to approximately \$67,980,000 (1990 \$80,129,000). The actual liability, if any, cannot be determined until expropriation proceedings are completed.

Note 7 Comparative Figures
The 1990 figures have been restated where necessary to conform to the 1991 presentation.

Note 8 Approval of Financial Statements
These financial statements were approved by management.

TREASURY REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Treasury Revolving Fund as at March 31, 1991 and the statement of revenue and expenditure for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 26, 1991

TREASURY REVOLVING FUND
BALANCE SHEET
MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Accounts receivable (Note 3)	\$199,584	\$241,982
Fixed: (Note 4)		
Fixed assets, at cost	68,546	55,731
Less: Accumulated depreciation	<u>48,310</u>	<u>36,610</u>
	<u>20,236</u>	<u>19,121</u>
	<u>\$219,820</u>	<u>\$261,103</u>
LIABILITIES		
Current:		
Accounts payable	\$ 31,549	\$ 37,668
Advances from the General Revenue Fund	<u>188,271</u>	<u>223,435</u>
	<u>\$219,820</u>	<u>\$261,103</u>
The accompanying notes are part of these financial statements.		

TREASURY REVOLVING FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Service revenue (Note 5)	\$706,946	\$720,499
Expenditure:		
Salaries, wages and benefits	\$635,126	\$527,303
Services	29,511	85,854
Travel, freight, postage and telephone	17,925	38,075
Materials and supplies	12,152	10,765
Depreciation	11,700	8,243
Bank and safekeeping charges	<u>532</u>	<u>50,259</u>
	<u>\$706,946</u>	<u>\$720,499</u>

TREASURY REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Treasury Revolving Fund operates under the authority of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices**Depreciation**

Fixed assets are depreciated on a straight-line basis over the estimated useful life of the assets. The estimated useful life for each fixed asset category is as follows:

Computer hardware and software	3 years
Office equipment	5 years

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Accounts Receivable

Accounts receivable consist of the following:

	1991	1990
General Revenue Fund	\$112,291	\$163,459
Alberta Municipal Financing Corporation	82,023	78,523
Alberta Government Telephones Commission	5,266	—
Other	4	—
	<u>\$199,584</u>	<u>\$241,982</u>

Note 4 Fixed Assets

Fixed assets are summarized as follows:

	1991		1990
	Cost	Accumulated Depreciation	Net Book Value
Computer hardware and software	\$62,345	\$43,324	\$19,021
Office equipment	6,201	4,986	1,215
	<u>\$68,546</u>	<u>\$48,310</u>	<u>\$20,236</u>
			<u>\$19,121</u>

Note 5 Segmented Information

Segmented information on service revenue is as follows:

	1991	1990
Securities administration	\$516,980	\$517,629
Corporate management	189,966	202,870
	<u>\$706,946</u>	<u>\$720,499</u>

Note 6 Administration Costs

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

SECTION 5

1990-91

PUBLIC ACCOUNTS

REGULATED FUNDS - FINANCIAL STATEMENTS

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REGULATED FUNDS - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1991

Introduction:

According to the definition in Section 1(1)(s) of the Financial Administration Act, a regulated fund "means a fund containing public money except public money

- (i) forming part of the General Revenue Fund,
- (ii) received by a revenue officer for deposit in the General Revenue Fund that has not been deposited in the General Revenue Fund, or
- (iii) owned or held by a Provincial agency,

but does not include a revolving fund or the Treasury Branches Deposits Fund."

Regulated funds contain public money that is not part of the General Revenue Fund because of its special disposition by the Legislature, or public money that has been paid out of the General Revenue Fund into a designated fund by authority of an Act of the Legislature or a supply vote.

That part of a regulated fund that is made up of payments under a supply vote, that is not charged with a liability at the fiscal year end, lapses and is returned to the General Revenue Fund.

Regulated funds are included in the consolidated financial statements of the Province, after adjustment of the accounts to a basis consistent with the accounting policies described in Note 1 to the consolidated financial statements in Section 1.

SCHOOL FOUNDATION PROGRAM FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Equity
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Education

I have audited the balance sheet of the School Foundation Program Fund as at March 31, 1991 and the statement of revenue, expenditure and fund equity for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 2, 1991

**SCHOOL FOUNDATION PROGRAM FUND
BALANCE SHEET
MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash (Note 3)	\$ 242,616	\$ 220,841
Levies receivable from municipalities	126	1,696,901
Due from the General Revenue Fund	850,000	481,100
	<u>\$1,092,742</u>	<u>\$2,398,842</u>
LIABILITIES AND FUND EQUITY		
Current:		
Grants payable	\$1,062,228	\$ 691,801
Levies refundable to municipality	29,846	—
	<u>1,092,074</u>	<u>691,801</u>
Fund equity	668	1,707,041
	<u>\$1,092,742</u>	<u>\$2,398,842</u>
The accompanying notes are part of these financial statements.		

**SCHOOL FOUNDATION PROGRAM FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Contributions from the General Revenue		
Fund, Department of Education	\$1,012,946,000	\$ 953,681,100
Contributions from municipalities on equalized assessment	175,575,402	162,508,398
	<u>1,188,521,402</u>	<u>1,116,189,498</u>
EXPENDITURE		
Grants to school authorities	1,190,227,775	1,114,482,749
Excess (deficiency) of revenue over expenditure	(1,706,373)	1,706,749
Fund equity at beginning of year	1,707,041	292
Fund equity at end of year	<u>\$ 668</u>	<u>\$ 1,707,041</u>

**SCHOOL FOUNDATION PROGRAM FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

- Note 1 Authority**
The School Foundation Program Fund operates under the authority of the School Act, Chapter S-3.1, Statutes of Alberta 1988.
- Note 2 Changes in Financial Position**
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Cash**
Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest earned on such deposits is credited directly to the General Revenue Fund and is not reflected in these financial statements.
- Note 4 Administration Expenses**
Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 5 Approval of Financial Statements**
These financial statements were approved by management.

LOTTERY FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Equity
Notes to the Financial Statements

AUDITOR'S REPORT

To the Member of the Executive Council
Responsible for Lotteries

I have audited the balance sheet of the Lottery Fund as at March 31, 1991 and the statement of revenue, expenditure and fund equity for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 30, 1991

**LOTTERY FUND
BALANCE SHEET
AS AT MARCH 31, 1991
(thousands of dollars)**

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash (Note 3)	\$263,036	\$236,773
Accounts receivable	11,579	8,994
	<u>\$274,615</u>	<u>\$245,767</u>
LIABILITIES AND FUND EQUITY		
Grants payable	\$ 290	\$ 8,626
Fund equity	274,325	237,141
	<u>\$274,615</u>	<u>\$245,767</u>
The accompanying notes are part of these financial statements.		

**LOTTERY FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)**

	<u>1991</u>	<u>1990</u>
		(Note 15)
Revenue:		
Net proceeds from lottery operations (Note 4)	\$108,491	\$ 81,499
Interest	30,061	22,632
	<u>138,552</u>	<u>104,131</u>
Expenditure:		
Grants:		
Community Facility Enhancement Program (Note 5)	23,345	31,871
Agriculture (Note 6)	21,523	15,415
Culture and multiculturalism (Note 7)	19,552	19,467
Sport, recreation and conservation (Note 8)	14,660	12,053
Tourism (Note 9)	10,200	8,500
Other (Note 10)	12,088	11,566
	<u>101,368</u>	<u>98,872</u>
Excess of revenue over expenditure for the year	37,184	5,259
Fund equity at beginning of year	237,141	—
Transfer from Western Canada Lottery Corporation (Note 12)	—	231,882
Fund equity at end of year	<u>\$274,325</u>	<u>\$237,141</u>

**LOTTERY FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Lottery Fund operates under the authority of the Interprovincial Lottery Act, Chapter I-8, Revised Statutes of Alberta 1980, as amended. The Fund was established on May 26, 1989 by proclamation of the Interprovincial Lottery Amendment Act, 1988.

Note 2 Significant Accounting Policies

Grants

Grants are recorded as expenditure when authorized and when all eligibility conditions for the grant have been satisfied.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

REGULATED FUNDS

Note 3 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

Note 4 Net Proceeds from Lottery Operations

Pursuant to the Interprovincial Lottery Act, the Western Canada Lottery Corporation and the Western Canada Lottery Alberta Division are licensed as agents of the Province to conduct, manage and operate lottery schemes in Alberta. The cost of operating lotteries and, with certain exceptions (see Note 11), the cost of administering the Fund are paid by these agents out of the Province's share of gross revenues, and the net proceeds are recorded as revenue of the Fund.

Note 5 Community Facility Enhancement Program

The purpose of the Community Facility Enhancement Program is to provide funds on a cost-sharing basis to finance the repair, renovation, upgrading or expansion of community facilities in Alberta. The Program provides \$100,000,000 over a three year period from October 1988 to September 1991. Grants amounting to \$12,920,000 were paid out of net lottery proceeds prior to the commencement of the Lottery Fund.

Grants in the following amounts were made under the Program:

	1991	1990
\$250,000 and over	\$ 4,650,000	\$ 5,215,192
\$200,000 to \$249,999	1,515,672	2,859,800
\$150,000 to \$199,999	2,265,440	4,393,345
\$100,000 to \$149,999	2,444,622	3,307,972
\$ 50,000 to \$ 99,999	4,999,440	5,679,843
Under \$50,000	7,470,215	10,414,747
	<u>\$23,345,389</u>	<u>\$31,870,899</u>

Grants of \$250,000 and over comprise:

Calgary Chinese Cultural Centre Association	\$ 500,000
Town of Strathmore	500,000
Lloydminster Agricultural Exhibition Association Ltd.	400,000
Boyle - McCauley Health Centre Society	250,000
Calgary Soccer Federation	250,000
City of Red Deer	250,000
Crowsnest Pass Golf & Country Club	250,000
Medicine Hat Public Library	250,000
Riverbend Community Association of Calgary	250,000
Riverbend - Brookside Community League Building Society	250,000
Royal Canadian Legion - Red Deer Branch	250,000
The Edmonton Space & Science Foundation	250,000
Town of Black Diamond	250,000
Triwood Community Association	250,000
Ukrainian Assumption Senior's Club	250,000
William Roper Hull Child & Family Services	250,000
	<u>\$4,650,000</u>

Note 6 Agriculture

	1991	1990
Grants to agricultural exhibitions and fairs	\$18,344,629	\$14,301,000
Agricultural initiatives grants	3,177,960	1,114,096
	<u>\$21,522,589</u>	<u>\$15,415,096</u>

Grants to agricultural exhibitions and fairs comprise:

	1991	1990
Edmonton Northlands	\$ 5,095,000	\$ 4,166,000
Calgary Exhibition and Stampede Ltd.	4,850,000	3,958,000
Class D Fairs	3,870,608	3,090,000
Class C Fairs	1,759,021	1,425,000
Class B Fairs	770,000	500,000
Camrose Regional Exhibition and Agricultural Society	300,000	166,000
Grande Prairie Regional Agricultural and Exhibition Society	300,000	166,000
Lethbridge and District Exhibition	300,000	166,000
Lloydminster Agricultural Exhibition Association Limited	300,000	166,000
Medicine Hat Exhibition and Stampede Company Limited	200,000	166,000
Olds Agricultural Society	300,000	166,000
Westerner Exposition Association	300,000	166,000
	<u>\$18,344,629</u>	<u>\$14,301,000</u>

The purpose of Agricultural Initiatives grants is to provide funding to encourage improvement in agriculture, horticulture, homemaking, and the quality of life in the agricultural community.

Agricultural Initiatives grants comprise:

	1991	1990
\$100,000 and over	\$1,200,000	\$ 200,000
\$ 50,000 to \$99,999	1,256,382	500,200
Under \$50,000	721,578	413,896
	<u>\$3,177,960</u>	<u>\$1,114,096</u>

Grants of \$100,000 and over comprise:

Equestrian Improvement Foundation	\$ 500,000
Grande Centre and District Agricultural Society	250,000
Strathmore and District Agricultural Society	150,000
Crossfield Agricultural Society	100,000
Millet and District Recreation and Agricultural Society	100,000
Springbank Park for All Seasons Agricultural Society	100,000
	<u>\$1,200,000</u>

Note 7 Culture and Multiculturalism

Grants made to support culture and multiculturalism in Alberta comprise:

	1991	1990
Performing Arts:		
Alberta Foundation for the Performing Arts	\$ 5,456,000	\$ 1,854,000
The Calgary Centre for Performing Arts	1,200,000	900,000
Banff Television Foundation	800,000	666,000
Citadel Theatre, Edmonton	524,000	1,002,000
Calgary Philharmonic Society	192,000	750,000
Edmonton Symphony Society	192,000	750,000
Alberta Theatre Projects	145,000	550,000
Theatre Calgary	145,000	550,000
Alberta Ballet Company	75,000	300,000
Calgary Opera Association	75,000	300,000
Edmonton Opera Association	75,000	300,000
	<u>8,879,000</u>	<u>7,922,000</u>
Historical Resources:		
Alberta Historical Resources Foundation	4,548,000	2,375,000
Calgary Military Museums Society	—	1,067,000
Alberta Multicultural Fund	2,475,000	2,062,000
Alberta Art Foundation	2,325,000	1,937,000
Alberta Foundation for the Literary Arts	1,325,000	1,104,000
Edmonton Concert Hall Foundation	—	3,000,000
	<u>\$19,552,000</u>	<u>\$19,467,000</u>

During the year, responsibility for payment of certain ongoing grants to support performing arts was transferred to the Alberta Foundation for Performing Arts. The grant from the Fund to the Foundation has been correspondingly increased.

Note 8 Sport, Recreation and Conservation

Grants made to support sport, recreation and conservation in Alberta comprise:

	1991	1990
Alberta Sport Council	\$ 9,110,000	\$ 7,487,000
Recreation, Parks and Wildlife Foundation	5,400,000	4,566,000
Grande Prairie 1995 Jeux Canada Winter Games Society	150,000	—
	<u>\$14,660,000</u>	<u>\$12,053,000</u>

Note 9 Tourism

Grants made to the Tourism Industry Association of Alberta to support the tourist industry in Alberta comprise:

	1991	1990
Community Tourism Action Program	\$ 6,600,000	\$3,000,000
Team Tourism	3,600,000	5,500,000
	<u>\$10,200,000</u>	<u>\$8,500,000</u>

Note 10 Other

Other grants comprise:

	1991	1990
Westerner Exposition Association	\$ 7,000,000	\$ 7,000,000
Wild Rose Foundation	5,000,000	4,166,000
Alberta Environmental Research Trust	85,000	—
Science Alberta Foundation	—	400,000
Miscellaneous	3,000	—
	<u>\$12,088,000</u>	<u>\$11,566,000</u>

The 1991 grant to the Westerner Exposition Association is the third annual instalment of a three year \$21,000,000 contribution towards the cost of constructing the Red Deer Altaplex Centrum and Parkland Pavilion. The first instalment was paid out of net lottery proceeds prior to the commencement of the Lottery Fund.

Note 11 Administration Costs

In addition to the cost of administering the Lottery Fund referred to in Note 4, salaries and benefits of certain personnel, part of whose time is employed in the administration of the Fund, are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 12 Transfer from Western Canada Lottery Corporation

The transfer represents the net proceeds from lottery operations held by the Western Canada Lottery Corporation on behalf of the Province at May 25, 1989 and subsequently deposited in the Fund. Prior to May 26, 1989, net proceeds were held by the Western Canada Lottery Corporation and were distributed to beneficiaries on the Province's behalf by the Western Canada Lottery Corporation.

Note 13 Commitments

Amounts totalling \$23.1 million were authorized during the year as grants eligible for payment on or after April 1, 1991.

Note 14 Subsequent Event

The Lottery Fund Transfer Act was assented to on June 25, 1991. This Act provides for a transfer of \$225 million to be made from the Lottery Fund to the General Revenue Fund in the year ended March 31, 1992.

Note 15 Comparative Figures

The 1990 figures cover the period from May 26, 1989, the date the Fund was established, to March 31, 1990.

Note 16 Approval of Financial Statements

These financial statements were approved by management.

HEALTH CARE INSURANCE FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Contributions
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Health

I have audited the balance sheet of the Health Care Insurance Fund as at March 31, 1991 and the statements of revenue, expenditure and contributions and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 25, 1991

HEALTH CARE INSURANCE FUND

BALANCE SHEET

AS AT MARCH 31, 1991

(thousands of dollars)

	1991	1990
ASSETS		
Cash	\$ 70,606	\$ 50,883
Accounts receivable (Note 2)	60,686	49,483
Contribution due from the Province of Alberta	—	13,123
	<u>\$131,292</u>	<u>\$113,489</u>
LIABILITIES		
Bank indebtedness	\$ —	\$ 2,215
Accounts payable	2,047	2,700
Claim benefits payable (Note 3)	94,713	95,731
Unexpended contribution due to the Province of Alberta	20,004	—
Unearned premiums (Note 4)	14,528	12,843
	<u>\$131,292</u>	<u>\$113,489</u>

The accompanying notes are part of
these financial statements.

HEALTH CARE INSURANCE FUND

STATEMENT OF REVENUE, EXPENDITURE AND CONTRIBUTIONS

FOR THE YEAR ENDED MARCH 31, 1991

(thousands of dollars)

	1991	1990
REVENUE		
Premiums:		
Alberta Health Care Insurance Plan	\$ 339,620	\$ 288,745
Alberta Blue Cross Plan	14,198	11,244
Penalties	6,314	4,989
Interest and miscellaneous	4,019	9,584
Uncollectible revenue	(19,889)	(10,500)
Total revenue	<u>344,262</u>	<u>304,062</u>
EXPENDITURE		
Health services:		
Basic:		
Medical	765,570	719,756
Chiropractic	29,323	27,615
Physical therapy	26,572	23,618
Optometric	17,465	16,766
Oral surgery	10,506	10,129
Podiatric	4,037	3,807
	<u>853,473</u>	<u>801,691</u>
Extended	42,627	39,817
	<u>896,100</u>	<u>841,508</u>
Alberta Blue Cross Plan benefits:		
Non-premium paying registrants	128,210	117,675
Premium paying registrants	25,656	23,093
	<u>153,866</u>	<u>140,768</u>
Out-of-province hospital costs	36,393	32,644
Physicians' program benefits (Note 5)	9,547	8,503
Total expenditure	<u>1,095,906</u>	<u>1,023,423</u>
Excess of expenditure over revenue for the year	<u>\$ 751,644</u>	<u>\$ 719,361</u>
CONTRIBUTIONS		
Government of Canada (Note 6)	\$ 154,601	\$ 153,420
Province of Alberta (Note 6)	597,043	565,941
	<u>\$ 751,644</u>	<u>\$ 719,361</u>

HEALTH CARE INSURANCE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
Operations:		
Excess of expenditure over revenue for the year	\$(751,644)	\$(719,361)
Changes in non-cash balances:		
Accounts receivable, excluding amounts under administration agreements	(9,665)	(633)
Accounts payable	(653)	(905)
Claim benefits payable	(1,018)	8,670
Unearned premiums	1,685	1,818
	<u>(9,651)</u>	<u>8,950</u>
Cash applied to operations	<u>(761,295)</u>	<u>(710,411)</u>
Transactions under administration agreements:		
Cash received for:		
Hospital costs, reciprocal agreements	55,683	51,482
Medical costs, reciprocal agreements	19,114	14,702
The Workers' Compensation Board	15,347	12,727
Sessional agreements	2,953	4,105
	<u>93,097</u>	<u>83,016</u>
Cash expended for:		
Hospital costs, reciprocal agreements	(56,229)	(57,701)
Medical costs, reciprocal agreements	(19,103)	(16,203)
The Workers' Compensation Board	(15,575)	(14,235)
Sessional agreements	(3,728)	(3,092)
	<u>(94,635)</u>	<u>(91,231)</u>
Cash applied to transactions under administration agreements	<u>(1,538)</u>	<u>(8,215)</u>
Contributions:		
Cash provided by:		
Government of Canada	154,601	153,420
Government of Alberta - current year contribution	617,047	552,818
- prior year contribution (repayment)	13,123	(38,221)
Cash provided by contributions	<u>784,771</u>	<u>668,017</u>
Increase (decrease) in net cash	21,938	(50,609)
Cash at beginning of year, net	48,668	99,277
Cash at end of year, net	<u>\$ 70,606</u>	<u>\$ 48,668</u>

HEALTH CARE INSURANCE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Health Care Insurance Fund operates under the authority of the Alberta Health Care Insurance Act, Chapter A-24, Revised Statutes of Alberta 1980, as amended.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	<u>1991</u>	<u>1990</u>
	(thousands of dollars)	
Operating:		
Premiums and penalties	\$81,994	\$71,795
Miscellaneous	3,735	355
	<u>85,729</u>	<u>72,150</u>
Less allowance for uncollectible accounts	41,422	37,508
	<u>44,307</u>	<u>34,642</u>
Receivables under administration agreements:		
Hospital costs, reciprocal agreements	8,970	8,424
Medical costs, reciprocal agreements	3,344	3,754
The Workers' Compensation Board	3,023	2,795
Sessional agreements	1,042	267
	<u>16,379</u>	<u>15,240</u>
Less allowance for uncollectible accounts	—	399
	<u>16,379</u>	<u>14,841</u>
	<u>\$60,686</u>	<u>\$49,483</u>

Note 3 Claim Benefits Payable

Claim benefits payable consist of the following:

	<u>1991</u>	<u>1990</u>
	(thousands of dollars)	
Health services:		
Basic	\$64,275	\$67,127
Extended	3,775	4,029
	<u>68,050</u>	<u>71,156</u>
Alberta Blue Cross Plan benefits	17,532	14,794
Out-of-province hospital costs	9,131	9,781
	<u>\$94,713</u>	<u>\$95,731</u>

Claim benefits payable consist of known liabilities payable at the year-end and estimated additional liabilities for services provided prior to the year-end based on historical information about the relationships between service dates and payment dates.

Note 4 Unearned Premiums

Unearned premiums consist of the following:

	<u>1991</u>	<u>1990</u>
	(thousands of dollars)	
Amounts billed in advance	\$12,851	\$10,528
Unbilled amounts prepaid by registrants	1,677	2,315
	<u>\$14,528</u>	<u>\$12,843</u>

Note 5 Physicians' Program Benefits

Physicians' program benefits consist of the following:

	<u>1991</u>	<u>1990</u>
	(thousands of dollars)	
Liability insurance contributions	\$4,780	\$3,974
Continuing medical education fund contributions	1,870	1,852
Disability insurance fund contributions	1,357	1,345
Location incentives	1,415	1,332
Other	125	—
	<u>\$9,547</u>	<u>\$8,503</u>

Note 6 Contributions

Government of Canada

The Government of Canada contribution is received by the Provincial Treasurer pursuant to provisions of the Federal - Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act, Chapter F-8, Revised Statutes of Canada 1985, as amended. Amounts deemed by the Provincial Treasurer to be a contribution with respect to health care are then paid into the Health Care Insurance Fund. The deemed contribution amounts include amounts received by the Provincial Treasurer for the current year and for adjustments relating to prior years.

Province of Alberta

The excess of expenditure over revenue, after deducting the amount provided by the Government of Canada, is contributed by the General Revenue Fund of the Province of Alberta.

Salaries, accommodation and other overhead costs incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA CAPITAL FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Net Debt
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Loans
Schedule of Unmatured Debt
Schedule of Expenditure by Program and Sub-Program
Schedule of Expenditure by Program and Object
Schedule of Expenditure by Element

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Alberta Capital Fund as at March 31, 1991 and the statements of revenue, expenditure and net debt and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 16, 1991

ALBERTA CAPITAL FUND
BALANCE SHEET
MARCH 31, 1991

	1991	1990
ASSETS		
Cash	\$ 34,336,867	\$ 4,369,535
Accrued interest and accounts receivable	75,844	33,871
Due from the General Revenue Fund	34,936,211	29,439,540
Loans, Schedule 1	4,832,065	2,905,041
	<u>\$ 74,180,987</u>	<u>\$ 36,747,987</u>
LIABILITIES AND NET DEBT		
Liabilities:		
Accrued interest and accounts payable	\$ 64,592,652	\$ 68,102,103
Unmatured debt, Schedule 2	1,247,709,769	949,854,350
	<u>1,312,302,421</u>	<u>1,017,956,453</u>
Net debt	1,238,121,434	981,208,466
	<u>\$ 74,180,987</u>	<u>\$ 36,747,987</u>

The accompanying notes are part
of these financial statements.

ALBERTA CAPITAL FUND
STATEMENT OF REVENUE, EXPENDITURE AND NET DEBT
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Revenue:		
Contributions by the General Revenue Fund for:		
Debt servicing costs	\$ 137,373,880	\$101,379,098
Debt retirement	58,192,383	44,990,151
Investment income	6,124,307	3,706,016
Previous year capital expenditure refunds	1,112,456	1,260,700
	<u>202,803,026</u>	<u>151,335,965</u>
Expenditure:		
Capital expenditure, Schedules 3, 4 and 5	316,217,807	329,473,816
Interest and amortization of discount on debt	142,686,110	104,513,695
Administrative fees and other costs paid to agents	812,077	571,419
	<u>459,715,994</u>	<u>434,558,930</u>
Excess of expenditure over revenue	256,912,968	283,222,965
Net debt at beginning of year	981,208,466	697,985,501
Net debt at end of year	<u>\$1,238,121,434</u>	<u>\$981,208,466</u>

ALBERTA CAPITAL FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Operating transactions:		
Excess of expenditure over revenue	\$(256,912,968)	\$(283,222,965)
Non-cash item:		
Amortization of discount on debt	6,207,111	5,207,362
Decrease (increase) in receivables	(5,538,644)	14,488,882
Decrease in payables	(3,509,451)	(8,071,833)
Cash applied to operating transactions	<u>(259,753,952)</u>	<u>(271,598,554)</u>
Investing transactions:		
Loan	(2,000,000)	—
Repayment of loans	72,976	53,938
Repayment of advances to the General Revenue Fund	—	342,528,914
Advances to the General Revenue Fund	—	(342,528,914)
Cash provided by (applied to) investing transactions	<u>(1,927,024)</u>	<u>53,938</u>
Financing transactions:		
Debt issues (retirement):		
Alberta Capital Bonds (1990)	687,218,575	—
Alberta Capital Bonds (1989)	(171,397,900)	342,528,914
Alberta Capital Bonds (1988)	(36,736,800)	(59,298,200)
Alberta Capital Bonds (1987)	(398,077,500)	(101,922,500)
Debentures	168,395,000	33,470,000
Short-term promissory notes, net	42,246,933	33,046,259
Cash provided by financing transactions	<u>291,648,308</u>	<u>247,824,473</u>
Increase (decrease) in cash	29,967,332	(23,720,143)
Cash at beginning of year	4,369,535	28,089,678
Cash at end of year	<u>\$ 34,336,867</u>	<u>\$ 4,369,535</u>

ALBERTA CAPITAL FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Capital Fund operates under the authority of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) Short-term money market securities are valued at cost. Cost includes the amount of applicable amortization of discount using the straight-line method over the life of the securities.
- (b) Money borrowed by the Province and deposited in the Fund is reported as debt of the Fund. Discount on debt, which includes issue expenses, is deferred and amortized over the term of the debt.

Note 3 Financial Structure

The Fund finances capital construction projects from money borrowed by the Province and deposited in the Fund.

Expenditures from the Fund are made under the authority of "Appropriation Acts" passed pursuant to section 60.2(6) of the Act.

Section 69(2) of the Act provides that money required in connection with borrowings will be paid from the General Revenue Fund to the extent that sufficient funds are not available in the Fund.

The Fund's debt servicing costs, being interest and amortization of discount on debt and administrative fees and other costs paid to agents less investment income, are funded by contributions from the General Revenue Fund on a current basis. The Fund's requirements for debt retirement are funded by contributions from the General Revenue Fund over a period of years based on amortization of the capital cost of construction projects financed by expenditures made from the Fund.

Salaries, accommodation and other overhead costs incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Subsequent Events

Subsequent to the year end, the Province issued approximately \$612,705,000 of Alberta Capital Bonds (1991) and \$280,721,000 of twenty year debentures at par. The bonds bear interest at the maximum rate of 9.125% per annum for the first six months and at the minimum rate of 8.5% per annum until maturity on June 1, 1996. The Province allocated \$130 million of the bond issue to the Fund. The debentures bear interest at rates of 9.81% to 10.04% per annum. The net proceeds of the issues will be used to finance capital construction projects and debt redemption in the 1991-92 fiscal year.

Note 5 Commitments and Contingencies

Commitments for capital expenditure aggregated approximately \$227,302,983 at March 31, 1991 (1990 \$430,762,000).

Claims pending at March 31, 1991 in respect of various construction projects exceeded amounts expended by approximately \$22,394,000 (1990 \$3,098,000). The resulting loss, if any, from these claims cannot be determined.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA CAPITAL FUND
LOANS
MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
University of Calgary Students' Union loan (a)	\$2,845,455	\$2,905,041
University of Lethbridge Students' Union loan (b)	<u>1,986,610</u>	<u>—</u>
	<u>\$4,832,065</u>	<u>\$2,905,041</u>

- (a) The loan bears interest at the rate of 10% per annum calculated annually, matures in the year 2008 and is repayable in monthly instalments of \$28,951 including interest.
- (b) The loan bears interest at the rate of 10% per annum calculated annually, matures in the year 2010 and is repayable in monthly instalments of \$19,300 including interest.

Schedule 2

ALBERTA CAPITAL FUND
UNMATURED DEBT
MARCH 31, 1991

	<u>1991</u>		<u>1990</u>	
	<u>Par Value</u>	<u>Book Value</u>	<u>Par Value</u>	<u>Book Value</u>
Alberta Capital Bonds (1990)				
11% due June 1, 1995 (a)	\$ 693,200,700	\$ 688,486,271	\$ —	\$ —
Alberta Capital Bonds (1989)				
11% due June 1, 1992 (a)	174,039,100	173,466,938	345,437,000	343,332,882
Alberta Capital Bonds (1988)				
11% due June 1, 1991 (a)	103,965,000	103,913,162	140,701,800	140,218,629
Alberta Capital Bonds (1987)				
11.25% due June 1, 1990	—	—	398,077,500	397,857,442
Debentures (b)				
10.45% due March 1, 2011	201,865,000	201,865,000	—	—
9.78% due March 1, 2010	—	—	33,470,000	33,470,000
Short-term promissory notes (c)	80,000,000	79,978,398	35,000,000	34,975,397
	<u>\$1,253,069,800</u>	<u>\$1,247,709,769</u>	<u>\$952,686,300</u>	<u>\$949,854,350</u>

- (a) Redeemable at the option of the holder semi-annually on December 1 and June 1 of each year at par. The minimum interest rate payable on the bonds is 11.0% per annum effective June 1, 1990.
- (b) Held by the Canada Pension Plan Investment Fund.
- (c) Held by the Alberta Heritage Savings Trust Fund (cash and marketable securities) \$29,991,855 (1990 \$34,975,397).

ALBERTA CAPITAL FUND
EXPENDITURE BY PROGRAM AND SUB-PROGRAM
FOR THE YEAR ENDED MARCH 31, 1991

Vote and Ref. No.	Program Sub-Program	Funds Provided			Total Authorized	Expended	Unexpended (Overexpended)
		Estimates	Special Warrants	Transfers			
Advanced Education							
1	Construction of Post-Secondary Education Facilities						
1.1	Universities	\$ 44,350,000	\$ —	\$ —	\$ 44,350,000	\$ 35,807,496	\$ 8,542,504
1.2	Public Colleges	22,660,000	—	—	22,660,000	21,647,000	1,013,000
1.4	Technical Institutes	2,405,000	—	—	2,405,000	2,405,000	—
1.5	Provincially Administered Institutions	800,000	—	—	800,000	513,475	286,525
		70,215,000	—	—	70,215,000	60,372,971	9,842,029
	Less: capitalized as a voted non-budgetary disbursement	(2,000,000)	—	—	(2,000,000)	(2,000,000)	—
		68,215,000	—	—	68,215,000	58,372,971	9,842,029
Public Works, Supply and Services							
3	Construction of Hospitals and Nursing Homes						
3.1	Capital Upgrading	19,992,000	—	—	19,992,000	24,400,616	(4,408,616)
3.2	Medical Referral Centres	17,875,000	—	2,900,000	20,775,000	19,267,539	1,507,461
3.3	Specialized Active Care Facilities	37,845,000	—	(2,900,000)	34,945,000	35,748,000	(803,000)
3.4	Community-Based Hospital Facilities	40,850,000	—	—	40,850,000	41,191,830	(341,830)
3.5	Rural Community-Based Hospital Facilities	6,830,000	—	—	6,830,000	2,573,940	4,256,060
3.6	Auxiliary Hospitals	7,375,000	—	—	7,375,000	6,623,739	751,261
3.7	Nursing Homes	4,505,000	—	—	4,505,000	4,017,740	487,260
		135,272,000	—	—	135,272,000	133,823,404	1,448,596
Public Works, Supply and Services							
4	Construction of Water Development Projects	102,294,000	5,000,000	—	107,294,000	107,191,649	102,351
Public Works, Supply and Services							
5	Construction of Government Facilities						
5.1	Culture and Multiculturalism	16,570,000	625,000	—	17,195,000	16,829,783	365,217
TOTAL 1991		\$ 322,351,000	\$ 5,625,000	\$ —	\$ 327,976,000	\$ 316,217,807	\$ 11,758,193
TOTAL 1990		\$ 305,928,000	\$ 41,000,000	\$ —	\$ 346,928,000	\$ 329,473,816	\$ 17,454,184

ALBERTA CAPITAL FUND
EXPENDITURE BY PROGRAM AND OBJECT
FOR THE YEAR ENDED MARCH 31, 1991

Vote	Program/Object	Funds Provided				Expended	Unexpended
		Estimates	Special Warrants	Transfers	Total Authorized		
Advanced Education							
1	Construction of Post-Secondary Education Facilities						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—
	Grants	69,415,000	—	(2,000,000)	67,415,000	57,859,496	9,555,504
	Purchase of fixed assets	800,000	—	—	800,000	513,475	286,525
	Other	—	—	2,000,000	2,000,000	2,000,000	—
		<u>70,215,000</u>	<u>—</u>	<u>—</u>	<u>70,215,000</u>	<u>60,372,971</u>	<u>9,842,029</u>
	Less: capitalized as a voted non-budgetary disbursement	(2,000,000)	—	—	(2,000,000)	(2,000,000)	—
	TOTAL 1991	<u>\$ 68,215,000</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 68,215,000</u>	<u>\$ 58,372,971</u>	<u>\$ 9,842,029</u>
	TOTAL 1990	<u>\$ 93,736,000</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 93,736,000</u>	<u>\$ 78,316,742</u>	<u>\$ 15,419,258</u>
Economic Development and Trade							
2	Construction of Economic Development Infrastructure						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—
	Grants	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—
	Other	—	—	—	—	—	—
	TOTAL 1991	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
	TOTAL 1990	<u>\$ 1,500,000</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>	<u>\$ —</u>
Public Works, Supply and Services							
3	Construction of Hospitals and Nursing Homes						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	1,902,000	—	—	1,902,000	1,745,217	156,783
	Grants	133,170,000	—	—	133,170,000	132,031,040	1,138,960
	Purchase of fixed assets	200,000	—	—	200,000	47,147	152,853
	Other	—	—	—	—	—	—
	TOTAL 1991	<u>\$ 135,272,000</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 135,272,000</u>	<u>\$ 133,823,404</u>	<u>\$ 1,448,596</u>
	TOTAL 1990	<u>\$ 105,577,000</u>	<u>\$ 41,000,000</u>	<u>\$ —</u>	<u>\$ 146,577,000</u>	<u>\$ 144,751,233</u>	<u>\$ 1,825,767</u>
Public Works, Supply and Services							
4	Construction of Water Development Projects						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	102,194,000	5,000,000	—	107,194,000	107,176,088	17,912
	Grants	—	—	—	—	—	—
	Purchase of fixed assets	100,000	—	—	100,000	15,561	84,439
	Other	—	—	—	—	—	—
	TOTAL 1991	<u>\$ 102,294,000</u>	<u>\$ 5,000,000</u>	<u>\$ —</u>	<u>\$ 107,294,000</u>	<u>\$ 107,191,649</u>	<u>\$ 102,351</u>
	TOTAL 1990	<u>\$ 97,495,000</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 97,495,000</u>	<u>\$ 97,291,638</u>	<u>\$ 203,362</u>

Schedule 4 (cont'd)

Vote	Program/Object	Funds Provided			Expended	Unexpended
		Estimates	Special Warrants	Transfers		
Public Works, Supply and Services						
5	Construction of Government Facilities					
	Culture and Multiculturalism					
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	16,370,000	625,000	—	16,760,209	234,791
	Grants	—	—	—	—	—
	Purchase of fixed assets	200,000	—	—	69,574	130,426
	Other	—	—	—	—	—
	TOTAL 1991	\$ 16,570,000	\$ 625,000	\$ —	\$ 16,829,783	\$ 365,217
	TOTAL 1990	\$ 7,620,000	\$ —	\$ —	\$ 7,614,203	\$ 5,797
	FUND TOTAL 1991	\$ 322,351,000	\$ 5,625,000	\$ —	\$ 316,217,807	\$ 11,758,193
	FUND TOTAL 1990	\$ 305,928,000	\$ 41,000,000	\$ —	\$ 329,473,816	\$ 17,454,184

Schedule 5

ALBERTA CAPITAL FUND
EXPENDITURE BY ELEMENT
FOR THE YEAR ENDED MARCH 31, 1991

Vote and Ref. No.	Program/Element	Estimates	Expended
Advanced Education			
1	Construction of Post-Secondary Education Facilities		
1.1	Universities		
1.1.2	University of Alberta	\$ 25,743,000	\$ 16,771,838
1.1.3	University of Calgary	12,114,000	9,682,025
1.1.4	University of Lethbridge	6,493,000	7,353,633
1.1.5	University of Lethbridge Students' Union	—	2,000,000
1.2	Public Colleges		
1.2.3	Grande Prairie Regional College	12,585,000	12,585,000
1.2.4	Grant MacEwan Community College	5,750,000	4,437,000
1.2.6	Lakeland College	800,000	1,100,000
1.2.8	Medicine Hat College	3,425,000	3,425,000
1.2.9	Mount Royal College	100,000	100,000
1.4	Technical Institutes		
1.4.1	Northern Alberta Institute of Technology	2,270,000	2,270,000
1.4.2	Southern Alberta Institute of Technology	135,000	135,000
1.5	Provincially Administered Institutions		
1.5.3	Alberta Vocational Centre - Lesser Slave Lake	800,000	513,475
		70,215,000	60,372,971
	Less: capitalized as a voted non-budgetary disbursement	2,000,000	2,000,000
		68,215,000	58,372,971

REGULATED FUNDS

Schedule 5 (cont'd)

Vote and Ref. No.	Program/Element	Estimates	Expended
Public Works, Supply and Services			
3	Construction of Hospitals and Nursing Homes		
3.1	Capital Upgrading		
3.1.1	Capital upgrading, various	\$ 19,992,000	\$ 24,400,616
3.2	Medical Referral Centres		
3.2.2	General Hospital, Calgary	100,000	297,000
3.2.3	Holy Cross Hospital, Calgary	350,000	350,539
3.2.7	Charles Camell Provincial General Hospital, Edmonton	40,000	—
3.2.11	Misericordia Hospital, Edmonton	6,900,000	8,300,000
3.2.12	Royal Alexandra Hospitals, Edmonton	2,200,000	3,500,000
3.2.13	University of Alberta Hospitals, Edmonton	—	100,000
3.2.16	Regional Hospital, Lethbridge	6,270,000	6,270,000
3.2.17	St. Michael's General Hospital, Lethbridge	2,000,000	450,000
3.2.18	Medicine Hat and District Hospital, Medicine Hat	15,000	—
3.3	Specialized Active Care Facilities		
3.3.1	Alberta Children's Provincial General Hospital, Calgary	6,280,000	4,400,000
3.3.2	Alberta Hospital Edmonton	125,000	30,000
3.3.3	Cross Cancer Institute, Edmonton	7,800,000	10,000,000
3.3.4	Glenrose Rehabilitation Hospital, Edmonton	17,370,000	17,000,000
3.3.5	Northern Alberta Children's Hospital, Edmonton	200,000	200,000
3.3.6	Alberta Hospital Ponoka	6,070,000	4,118,000
3.4	Community-Based Hospital Facilities		
3.4.16	Regional Health Centre, Drumheller	300,000	—
3.4.17	St. John's Health Centre, Edson	30,000	—
3.4.18	General Hospital, Fairview	350,000	270,000
3.4.19	General Hospital, Fort Saskatchewan	1,150,000	743,000
3.4.22	Health Care Centre, Hanna	50,000	15,830
3.4.27	General Hospital, Lacombe	30,000	—
3.4.28	Archer Memorial Hospital, Lamont	40,000	20,000
3.4.36	Municipal Hospital, Pincher Creek	30,000	—
3.4.39	Ambulatory Care Centre, Red Earth	10,000	—
3.4.42	Sturgeon General Hospital, St. Albert	22,335,000	24,335,000
3.4.45	General Hospital, Slave Lake	60,000	95,000
3.4.47	Central Peace General Hospital, Spirit River	30,000	—
3.4.49	Municipal Hospital, Stony Plain	30,000	—
3.4.52	St. Joseph's General Hospital, Vegreville	475,000	506,000
3.4.55	Immaculata Hospital, Westlock	30,000	—
3.4.56	General Hospital, Wetaskiwin	15,900,000	15,207,000
3.5	Rural Community-Based Hospital Facilities		
3.5.1	General Hospital, Bashaw	75,000	79,000
3.5.2	General Hospital, Bassano	25,000	—
3.5.4	General Hospital, Bentley	465,000	742,000
3.5.5	Oilfields General Hospital, Black Diamond	2,650,000	642,000
3.5.11	Our Lady of the Rosary Hospital, Castor	250,000	144,300
3.5.16	General Hospital, Daysland	2,250,000	499,000
3.5.19	Municipal Hospital, Eckville	50,000	—
3.5.21	Municipal Hospital, Elk Point	300,000	95,000
3.5.28	General Hospital, Galahad	345,000	100,000
3.5.35	General Hospital, Hinton	40,000	22,640
3.5.43	General Hospital, Magrath	30,000	—
3.5.48	Border Counties General Hospital, Milk River	20,000	—
3.5.56	Ambulatory Care Centre, Rainbow Lake	80,000	—
3.5.64	Health Care Centre, Three Hills	30,000	—
3.5.69	Health Centre, Valleyview	150,000	250,000
3.5.70	Health Care Complex, Vermilion	40,000	—
3.5.75	General Hospital, Whitecourt	30,000	—

Schedule 5 (cont'd)

<u>Vote and Ref. No.</u>	<u>Program/Element</u>	<u>Estimates</u>	<u>Expended</u>
3.6	Auxiliary Hospitals		
3.6.6	Cross Bow Auxiliary Hospital, Calgary	\$ 100,000	\$ —
3.6.7	Glenmore Park Auxiliary Hospital, Calgary	2,605,000	2,656,921
3.6.9	Bethany Auxiliary Hospital, Camrose	70,000	—
3.6.10	Rosehaven Care Centre, Camrose	785,000	1,294,358
3.6.15	Claresholm Care Centre, Claresholm	1,085,000	395,373
3.6.16	Willow Creek Claresholm Auxiliary Hospital	505,000	438,392
3.6.21	Allen Gray Auxiliary Hospital, Edmonton	50,000	50,000
3.6.22	Hong Lok Care Centre, Edmonton	60,000	55,600
3.6.26	Norwood Extended Care Centre, Edmonton	60,000	39,817
3.6.27	St. Joseph's Hospital, Edmonton	1,170,000	970,000
3.6.29	Long Term Care Facility, Edmonton	40,000	—
3.6.36	Auxiliary Hospital, Lloydminster	250,000	250,000
3.6.37	Auxiliary Hospital, Manning	35,000	14,400
3.6.38	Raymond Home, Raymond	50,000	98,878
3.6.42	Strathcona Long Term Care Facility, Sherwood Park	510,000	360,000
3.7	Nursing Homes		
3.7.18	Nursing Home, Innisfail	3,000,000	2,683,000
3.7.26	West Park Nursing Home, Red Deer	30,000	—
3.7.27	Nursing Home, Rimbey	1,375,000	1,287,000
3.7.28	Nursing Home, Rocky Mountain House	50,000	—
3.7.30	Nursing Home, Thorhild	20,000	—
3.7.31	Nursing Home, Vegreville	30,000	47,740
		<u>135,272,000</u>	<u>133,823,404</u>
Public Works, Supply and Services			
4	Construction of Water Development Projects		
4.0.1	Little Bow River Project, Champion	5,800,000	487,907
4.0.2	Milk River Project, Milk River	454,000	—
4.0.3	Oldman River Dam, Pincher Creek	94,240,000	106,358,316
4.0.4	Pine Coulee Project, Stavely	1,800,000	345,426
		<u>102,294,000</u>	<u>107,191,649</u>
Public Works, Supply and Services			
5	Construction of Government Facilities		
5.1	Culture and Multiculturalism		
5.1.1	Remington-Alberta Carriage Centre, Cardston	6,450,000	6,785,749
5.1.2	Reynolds-Alberta Museum, Wetaskiwin	10,120,000	10,044,034
		<u>16,570,000</u>	<u>16,829,783</u>
		<u>\$322,351,000</u>	<u>\$316,217,807</u>

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Alberta Heritage Foundation for Medical Research Endowment Fund as at March 31, 1991 and the statements of income and retained earnings and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respect, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 23, 1991

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
BALANCE SHEET
MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash (Note 3)	\$ 6,118,229	\$ 51,471,499
Accrued interest and accounts receivable	9,995,107	9,877,648
Investments, Schedule I	494,631,716	424,175,904
	<u>\$510,745,052</u>	<u>\$485,525,051</u>
LIABILITIES, ENDOWMENT AND RETAINED EARNINGS		
Liabilities:		
Accounts Payable	\$ 11,629	\$ 155
Endowment (Note 5)	300,000,000	300,000,000
Retained earnings (Note 5)	210,733,423	185,524,896
	<u>\$510,745,052</u>	<u>\$485,525,051</u>
The accompanying notes are part of these financial statements.		

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Income:		
Investment income	\$ 51,889,250	\$ 51,626,500
Net gain on disposals of investments	3,378,105	1,446,251
Amortization of deferred realized gains and losses on investments	2,389,606	2,367,644
Write-down of investments	(1,448,434)	(612,679)
Net income (Note 4)	<u>56,208,527</u>	<u>54,827,716</u>
Retained earnings at beginning of year	<u>185,524,896</u>	<u>159,197,180</u>
	241,733,423	214,024,896
Transfer to the Alberta Heritage Foundation for Medical Research	31,000,000	28,500,000
Retained earnings at end of year	<u>\$210,733,423</u>	<u>\$185,524,896</u>

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Operating transactions:		
Net income	\$ 56,208,527	\$ 54,827,716
Non-cash items included in net income	(16,092,944)	(15,730,164)
Decrease (increase) in receivables	(117,459)	494,410
Increase in payables	11,474	50
Cash provided by operating transactions	<u>40,009,598</u>	<u>39,592,012</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	108,169,508	110,504,793
Investments	(162,924,708)	(100,982,919)
Deferred realized gains and losses on investments	392,332	347,616
Cash provided by (applied to) investing transactions	<u>(54,362,868)</u>	<u>9,869,490</u>
Transfer to the Alberta Heritage Foundation for Medical Research	(31,000,000)	(28,500,000)
Increase (decrease) in cash	(45,353,270)	20,961,502
Cash at beginning of year	51,471,499	30,509,997
Cash at end of year	<u>\$ 6,118,229</u>	<u>\$ 51,471,499</u>

**ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Heritage Foundation for Medical Research Endowment Fund operates under the authority of the Alberta Heritage Foundation for Medical Research Act, Chapter A-26, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

- (a) Bonds, bond coupons and residuals, mortgage-backed securities, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

- (a) Common and preferred shares, warrants, pooled equity trust units and short-term money market securities are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

- (b) The cost of investments includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

- (c) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

- (d) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

Note 3 Cash

	<u>1991</u>	<u>1990</u>
Deposit in the Consolidated Cash Investment Trust Fund	\$5,242,094	\$50,982,723
U.S. dollar bank accounts	876,135	488,776
	<u>\$6,118,229</u>	<u>\$51,471,499</u>

Note 4 Segmented Information

Segmented information on net income is as follows:

	<u>1991</u>	<u>1990</u>
Cash and money market securities	\$ 3,164,950	\$ 5,667,421
Bonds, bond coupons and residuals (a)	43,479,320	42,311,488
Mortgage-backed securities	858,897	21,889
Mortgages	3,627,700	3,333,061
Common and preferred shares, warrants and pooled equity trust units	5,080,870	4,543,731
Real estate	(3,210)	(1,049,874)
	<u>\$56,208,527</u>	<u>\$54,827,716</u>

- (a) Includes \$377,581 (1990 \$377,578) income from investments in Province of Alberta funds and agencies.

REGULATED FUNDS

Note 5 Endowment

The endowment was received from the Alberta Heritage Savings Trust Fund on March 31, 1980. The Alberta Heritage Foundation for Medical Research Act provides that money required by the Foundation for the furtherance of its objects shall be paid from the Fund, but no money shall be paid out of the Fund if the payment would result in the value of the assets of the Fund, at cost, being less than the endowment received by the Fund.

Note 6 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to the 1991 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

**ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
INVESTMENTS
MARCH 31, 1991**

	1991			1990	
	For Value	Book Value	Market Value	Book Value	Market Value
Bonds:					
Government of Canada, direct and guaranteed	\$188,216,000	\$197,126,313	\$206,868,054	\$172,182,412	\$170,748,743
Provincial:					
Alberta, direct and guaranteed	3,500,000	3,507,572	3,418,471	3,506,088	3,159,163
Other, direct and guaranteed	21,800,000	21,712,854	21,737,878	12,022,151	11,080,378
Municipal	750,000	751,324	747,750	752,014	705,000
Corporate	14,217,147	14,259,841	14,592,223	14,809,862	14,794,402
Corporate, convertible	375,000	375,000	375,000	375,000	375,000
Mortgage-backed securities:					
Government of Canada guaranteed	10,968,206	10,738,998	11,287,850	1,952,531	1,842,125
Mid-term money market securities:					
Participating certificates	11,705,000	11,705,000	12,811,891	11,780,000	11,807,560
Promissory notes	—	—	—	999,238	968,000
Mortgages	31,273,981	31,153,440	34,003,544	30,558,968	30,799,153
Bond coupons and residuals:					
Government of Canada, direct		110,245,391	100,199,977	105,464,717	89,620,062
Province of Alberta, guaranteed		322,345	287,908	276,247	246,351
Deferred unamortized realized gains and losses		(2,925,286)	—	(4,922,561)	—
		<u>398,972,792</u>	<u>406,330,546</u>	<u>349,756,667</u>	<u>336,145,937</u>
Short-term money market securities (a):					
Treasury bills:					
Government of Canada		5,777,462	5,777,462	4,071,740	4,071,740
Pooled cash fund units		—	—	1,670,321	1,670,321
Common and preferred shares, warrants and pooled equity trust units:					
Quoted securities		83,140,709	105,774,924	61,758,830	82,777,130
Unquoted securities (b)		6,740,753	7,945,416	6,918,346	7,461,084
		<u>\$494,631,716</u>	<u>\$525,828,348</u>	<u>\$424,175,904</u>	<u>\$432,126,212</u>

(a) The market value of short-term money market securities is estimated to approximate cost.

(b) The market value of unquoted common and preferred shares and warrants is estimated by management appraisal.

ALBERTA HERITAGE SAVINGS TRUST FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Income, Retained Earnings, Transfers, Amounts Expended and Fund Equity
Statement of Changes in Financial Position
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Schedule of Cash and Marketable Securities
Schedule of Canada Investment Division Investments
Schedule of Alberta Investment Division Investments
Schedule of Commercial Investment Division Investments
Schedule of Capital Projects Division Investments - Assets
Schedule of Capital Projects Division Investments - Deemed Assets

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Alberta Heritage Savings Trust Fund as at March 31, 1991 and the statements of income, retained earnings, transfers, amounts expended and fund equity, changes in financial position and Capital Projects Division amounts expended for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

The practice of including deemed assets and deemed equity represented by deemed assets on the balance sheet is not appropriate nor is the presentation in accordance with generally accepted accounting principles. Deemed assets represent amounts expended which are not recoverable by the Fund and where assets do exist, they belong to other organizations. Although it has been interpreted by management that the Alberta Heritage Savings Trust Fund Act requires the disclosure of deemed assets on the balance sheet, the financial position of the Fund would be better understood if the deemed assets and deemed equity represented by deemed assets, which both amount to \$3,197,338,000, were not included.

In my opinion, except that the inclusion of deemed assets and deemed equity represented by deemed assets on the balance sheet is not appropriate as explained in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations, the changes in its financial position and the amounts expended within the Capital Projects Division for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 5, 1991

ALBERTA HERITAGE SAVINGS TRUST FUND

BALANCE SHEET

MARCH 31, 1991

(thousands of dollars)

	1991	1990
ASSETS		
Cash and marketable securities, Schedule 1	\$ 3,891,288	\$ 3,161,613
Accrued interest and accounts receivable	591,503	332,191
Due from the General Revenue Fund	—	37,929
Canada Investment Division investments, Schedule 2	1,189,101	1,306,052
Alberta Investment Division investments, Schedule 3	5,920,903	6,932,662
Commercial Investment Division investments, Schedule 4	339,557	316,133
Capital Projects Division investments, Schedule 5	199,993	199,994
	<u>\$12,132,345</u>	<u>\$12,286,574</u>
DEEMED ASSETS		
Capital Projects Division investments, Schedule 6	<u>\$ 3,197,338</u>	<u>\$ 3,047,073</u>
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	\$ 9,716	\$ 22,075
Due to the General Revenue Fund	8,395	—
	<u>18,111</u>	<u>22,075</u>
Fund equity	<u>12,114,234</u>	<u>12,264,499</u>
	<u>\$12,132,345</u>	<u>\$12,286,574</u>
DEEMED EQUITY REPRESENTED BY		
DEEMED ASSETS	<u>\$ 3,197,338</u>	<u>\$ 3,047,073</u>

The accompanying notes are part
of these financial statements.

ALBERTA HERITAGE SAVINGS TRUST FUND

STATEMENT OF INCOME, RETAINED EARNINGS,

TRANSFERS, AMOUNTS EXPENDED AND FUND EQUITY

FOR THE YEAR ENDED MARCH 31, 1991

(thousands of dollars)

	1991	1990
Income and Retained Earnings:		
Investment income before the undemoted	\$ 1,326,274	\$ 1,248,642
Net gain on disposals of investments	16,028	5,144
Write-down of investments	(4,558)	(8,460)
Net investment income (Note 4)	<u>1,337,744</u>	<u>1,245,326</u>
Administrative expenses (Note 5)	887	888
Net income	<u>1,336,857</u>	<u>1,244,438</u>
Transfers to the General Revenue Fund	<u>1,336,857</u>	<u>1,244,438</u>
Net increase in retained earnings	—	—
Retained earnings at beginning and end of year	<u>3,262,247</u>	<u>3,262,247</u>
Transfers from the General Revenue Fund:		
Cumulative non-renewable resource revenue		
transfers at beginning and end of year	<u>12,049,325</u>	<u>12,049,325</u>
Amounts expended under the Capital Projects Division:		
Amounts expended during the year	(150,265)	(133,700)
Cumulative amounts expended at beginning of year	<u>(3,047,073)</u>	<u>(2,913,373)</u>
Cumulative amounts expended at end of year	<u>(3,197,338)</u>	<u>(3,047,073)</u>
Fund equity at end of year	<u>\$12,114,234</u>	<u>\$12,264,499</u>

ALBERTA HERITAGE SAVINGS TRUST FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
Operating transactions:		
Net income	\$ 1,336,857	\$ 1,244,438
Non-cash items included in net income	(16,551)	(3,019)
Increase in receivables	(221,383)	(71,004)
Increase (decrease) in payables	(3,964)	8,514
Cash provided by operating transactions	<u>1,094,959</u>	<u>1,178,929</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments:		
Canada Investment Division	118,300	83,300
Alberta Investment Division	2,696,518	853,380
Commercial Investment Division	154,670	96,185
Capital Projects Division	1	1
Investments:		
Alberta Investment Division	(1,671,110)	(388,559)
Commercial Investment Division	(176,541)	(124,239)
Cash provided by investing transactions	<u>1,121,838</u>	<u>520,068</u>
Transfers and amounts expended:		
Transfers to the General Revenue Fund	(1,336,857)	(1,244,438)
Capital Projects Division amounts expended	(150,265)	(133,700)
Cash applied to transfers and amounts expended	<u>(1,487,122)</u>	<u>(1,378,138)</u>
Increase in cash and marketable securities	<u>729,675</u>	<u>320,859</u>
Cash and marketable securities at beginning of year	<u>3,161,613</u>	<u>2,840,754</u>
Cash and marketable securities at end of year	<u><u>\$ 3,891,288</u></u>	<u><u>\$ 3,161,613</u></u>

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION
STATEMENT OF AMOUNTS EXPENDED
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

<u>Department/Project</u>	<u>Amounts Authorized</u>	<u>Amounts Expended</u>	<u>Unexpended</u>
Agriculture			
Farming For The Future	\$ 5,000	\$ 4,839	\$ 161
Irrigation Rehabilitation and Expansion	25,000	24,990	10
Private Irrigation Water Supply	3,068	254	2,814
Energy			
Renewable Energy Research	1,000	422	578
Environment			
Irrigation Headworks and Main Irrigation Systems Improvement	40,400	38,934	1,466
Land Reclamation	2,500	2,298	202
Executive Council			
Occupational Health and Safety Research and Education	1,218	1,142	76
Forestry, Lands and Wildlife			
Grazing Reserves Enhancement	1,392	1,385	7
Pine Ridge Reforestation Nursery Enhancement	3,100	1,373	1,727
Health			
Applied Cancer Research	2,800	2,800	—
Public Works, Supply and Services			
Capital City Recreation Park	800	485	315
Recreation and Parks			
Municipal Recreation/Tourism Areas	2,825	2,370	455
Urban Park Development	3,150	3,143	7
Technology, Research and Telecommunications			
Individual Line Service	66,725	66,454	271
	<u>\$158,978</u>	<u>150,889</u>	<u>\$8,089</u>
Recovery of amounts expended in previous years:			
Walter C. Mackenzie Health Sciences Centre		(395)	
Farming For The Future		(132)	
Irrigation Headworks and Main Irrigation Systems Improvement		(85)	
Occupational Health and Safety Research and Education		(8)	
Land Reclamation		(3)	
Irrigation Rehabilitation and Expansion		(1)	
		<u>\$150,265</u>	

ALBERTA HERITAGE SAVINGS TRUST FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Heritage Savings Trust Fund operates under the authority of the Alberta Heritage Savings Trust Fund Act, Chapter A-27, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles, except as follows:

- (a) Investments in Alberta Energy Company Ltd. and TELUS Corporation, representing 36% and 43% respectively of the total number of issued and outstanding voting shares of the companies, are valued at cost. Income is recognized only to the extent that dividends are received. The book value of the investments is not adjusted for the Fund's pro rata share of retained earnings of the companies.
- (b) Capital Projects Division investments represent the aggregate net amount expended from November 4, 1976 to March 31, 1991 under the authority of "Appropriation Acts" passed pursuant to section 6(2)(a) of the Alberta Heritage Savings Trust Fund Act. These investments are deemed to be assets of the Trust Fund with a value equal to the net amounts expended pursuant to section 6(8)(a) of the Alberta Heritage Savings Trust Fund Act (see Note 3). Amounts expended to acquire financial assets are shown separately as assets of the Fund. Amounts expended, not recoverable by the Fund, are included in the determination of Fund equity and are shown as deemed assets on the balance sheet.

(ii) Other significant accounting policies are as follows:

- (a) Securities included in the Canada Investment Division, the Alberta Investment Division and the Commercial Investment Division are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the securities.
- (b) The participation in joint ventures, included in the Alberta Investment Division, is accounted for on the equity basis.
- (c) Bonds, bond coupons and residuals, mortgage-backed securities and mid-term money market securities included in marketable securities are valued at cost or market value, whichever is lower, on an aggregate basis. Short-term money market securities are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the securities.
- (d) The cost of disposals is determined on the average cost basis. Gains and losses arising as a result of disposals and any change in the provision to adjust the cost of marketable securities to the lower of cost or market value, on an aggregate basis, are included in the determination of net investment income.
- (e) Investment income is recorded on the accrual basis where there is reasonable assurance as to its measurement and collectability.
- (f) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.
- (g) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

Note 3 Compliance Information

The Investment Divisions shown on the balance sheet were established pursuant to section 6 of the Alberta Heritage Savings Trust Fund Act. Investments made under each of the Capital Projects Division and the Canada Investment Division are limited to 25% and 20% of the assets of the Trust Fund respectively. For the purpose of determining the assets of the Trust Fund to which these percentage limitations apply, the Act provides that investments in the Capital Projects Division shall be deemed to be assets of the Trust Fund with a value equal to the net amounts expended, while all other assets of the Trust Fund shall be valued at book value. Compliance information with respect to these statutory limits is provided in the table below.

	<u>1991</u>	<u>% of Assets</u>	<u>1990</u>	<u>% of Assets</u>
Capital Projects				
Division investments:				
Schedule 5	\$ 199,993,000		\$ 199,994,000	
Schedule 6	<u>3,197,338,000</u>		<u>3,047,073,000</u>	
	3,397,331,000	22	3,247,067,000	21
Canada Investment				
Division investments:				
Schedule 2	1,189,101,000	8	1,306,052,000	9
Other assets	<u>10,725,140,000</u>	<u>70</u>	<u>10,758,453,000</u>	<u>70</u>
	<u>\$15,311,572,000</u>	<u>100</u>	<u>\$15,311,572,000</u>	<u>100</u>

Note 4 Segmented Information

Segmented information on net investment income is as follows:

	<u>1991</u>	<u>1990</u>
Cash and marketable securities (a)	\$ 462,340,000	\$ 306,009,000
Canada Investment Division investments	157,093,000	165,003,000
Alberta Investment Division investments (b)	699,864,000	751,049,000
Commercial Investment Division investments	17,738,000	17,674,000
Capital Projects Division investments	<u>709,000</u>	<u>5,591,000</u>
	<u>\$1,337,744,000</u>	<u>\$1,245,326,000</u>

(a) Includes \$212,175,000 (1990 \$134,583,000) income from investments in Province of Alberta funds and agencies.

(b) Includes \$553,764,000 (1990 \$705,068,000) income from investments in Province of Alberta funds and agencies.

Note 5 Administrative Expenses

	<u>1991</u>	<u>1990</u>
Expenses paid directly from the Fund pursuant to section 11(1) of the Alberta Heritage Savings Trust Fund Act	\$109,000	\$116,000
Other administrative expenses estimated and charged to the Fund pursuant to section 11(2) of the Alberta Heritage Savings Trust Fund Act	<u>778,000</u>	<u>772,000</u>
	<u>\$887,000</u>	<u>\$888,000</u>

Administrative expenses for the year ended March 31, 1991 relating to investments in joint ventures estimated at \$676,000 (1990 \$761,000) are not included in other administrative expenses but are reflected in results of operations of the projects for the year.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA HERITAGE SAVINGS TRUST FUND
CASH AND MARKETABLE SECURITIES
MARCH 31, 1991

	1991		1990	
	Cost	Market Value	Cost	Market Value
	(thousands of dollars)			
Bonds:				
Government of Canada, direct and guaranteed	\$ 699,515	\$ 708,679	\$ 223,785	\$ 217,353
Provincial:				
Alberta, direct and guaranteed	92,699	94,053	219,998	211,149
Other, direct and guaranteed	298,199	301,614	65,795	64,171
Municipal	5,552	5,711	969	950
Corporate	70,445	72,325	39,171	37,180
	<u>1,166,410</u>	<u>1,182,382</u>	<u>549,718</u>	<u>530,803</u>
Bond coupons and residuals:				
Government of Canada, direct	117,198	117,377	61,427	59,316
Province of Alberta, guaranteed	745	739	1,059	1,015
Other provinces, direct and guaranteed	7,274	7,317	—	—
	<u>125,217</u>	<u>125,433</u>	<u>62,486</u>	<u>60,331</u>
Mortgage-backed securities:				
Government of Canada guaranteed	<u>71,029</u>	<u>72,836</u>	<u>9,476</u>	<u>9,008</u>
Mid-term money market securities:				
Certificates of deposit and guaranteed investment certificates	242,761	244,765	125,171	121,076
Bankers' acceptances	61,364	61,844	55,194	53,324
Promissory notes:				
Province of Alberta, direct	300,000	303,868	—	—
Other	152,272	154,089	90,127	87,693
	<u>756,397</u>	<u>764,566</u>	<u>270,492</u>	<u>262,093</u>
Short-term money market securities (a):				
Treasury bills:				
Government of Canada	462,441	462,441	494,872	494,872
Province of Alberta	29,587	29,587	—	—
Other provinces	9,806	9,806	—	—
Promissory notes:				
Province of Alberta	736,758	736,758	1,067,279	1,067,279
Other	71,615	71,615	109,812	109,812
Certificates of deposit and guaranteed investment certificates	25,181	25,181	17,000	17,000
Bankers' acceptances	279,259	279,259	462,393	462,393
Fully hedged deposit receipts	70,514	70,514	—	—
Bearer deposit notes	23,878	23,878	65,569	65,569
	<u>1,709,039</u>	<u>1,709,039</u>	<u>2,216,925</u>	<u>2,216,925</u>
Deposit in the Consolidated Cash Investment Trust Fund				
	63,196	63,196	82,453	82,453
	<u>\$3,891,288</u>	<u>\$3,917,452</u>	<u>\$3,191,550</u>	<u>\$3,161,613</u>

(a) The market value of short-term money market securities is estimated to approximate cost.

(b) At March 31, 1991 treasury bills and bonds with a market value of \$16,028,000 (1990 \$Nil) were loaned to certain borrowers. The loans were secured by Government of Canada treasury bills and a letter of credit issued by a chartered bank with a total net realizable value of approximately \$18,172,000 (1990 \$Nil). During the term of the loans, the Fund retains the right to receive income on the securities loaned.

ALBERTA HERITAGE SAVINGS TRUST FUND
CANADA INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1991

	1991 Par Value	Cost	
		1991 (thousands of dollars)	1990
Debentures (a):			
Province of Manitoba	\$ —	\$ —	\$ 109,825
Province of New Brunswick	147,000	146,008	145,897
New Brunswick Electric Power Commission	85,000	84,120	84,045
Province of Newfoundland	50,000	49,835	49,811
Newfoundland and Labrador Hydro	150,000	148,868	148,740
Newfoundland Municipal Financing Corporation	64,700	64,300	65,951
Province of Nova Scotia	210,000	208,235	208,040
Nova Scotia Municipal Finance Corporation	29,850	29,763	34,341
Nova Scotia Power Corporation	100,000	99,313	99,231
Province of Prince Edward Island	55,000	54,367	56,300
Hydro-Quebec	310,000	304,292	303,871
	<u>\$1,201,550</u>	<u>\$1,189,101</u>	<u>\$1,306,052</u>

- (a) Debentures bear interest rates from 9.50% to 16.375% with maturity dates from December 19, 1991 to July 15, 2005. The debentures are redeemable by a single payment of the full principal sum on maturity.

ALBERTA HERITAGE SAVINGS TRUST FUND
ALBERTA INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1991

	1991	1990
	(thousands of dollars)	
Provincial corporation debentures (a):		
Alberta Agricultural Development Corporation	\$1,003,326	\$ 999,188
Alberta Government Telephones Commission	—	998,946
Alberta Mortgage and Housing Corporation	2,138,667	2,925,905
Alberta Municipal Financing Corporation	710,000	710,000
Alberta Opportunity Company	150,095	156,693
Corporate debentures:		
Millar Western Pulp Ltd. Participating debenture (b)	120,000	120,000
NOVA Corporation of Alberta Ltd.		
Adjustable rate convertible subordinate debentures (c)	150,000	150,000
Ridley Grain Ltd. 11% participating first mortgage bonds (d)	129,726	133,976
Common shares:		
Alberta Energy Company Ltd. (e)	166,921	159,263
Canadian Western Bank	1,600	1,600
NOVA Corporation of Alberta Ltd.	24,533	24,533
TELUS Corporation (f)	667,737	—
Participation in joint ventures:		
Lloydminster Bi-provincial Upgrader Project (g)	138,934	29,763
OSLO Oil Sands Project (h)	5,771	3,990
Synchrude Project (i)	513,593	518,805
	<u>\$5,920,903</u>	<u>\$6,932,662</u>

- (a) Provincial corporation debentures bear interest rates from 8.06% to 18.05% with maturity dates from November 1, 1991 to March 25, 2016. Interest rates on Alberta Municipal Financing Corporation debentures are fixed to maturity and redemption is by a single payment of the full principal sum on maturity. In general the interest rates on the other provincial corporation debentures are fixed for a five year period only and repayment is by annual instalments of the principal sum over the life of the debenture. The Provincial Treasurer may permit all or part of the other provincial corporation debentures to be redeemed by the issuer prior to maturity without penalty.

In July 1990, the Legislature passed the Alberta Government Telephones Reorganization Act. The Act authorized the holding company TELUS Corporation (TELUS) to issue common shares to the Province for sale to the public. Under the reorganization which was completed in October 1990, TELUS acquired substantially all of the assets of the Alberta Government Telephones Commission (Commission). In exchange for the Commission's debentures held by the Fund, the Fund received 106,534,624 TELUS common shares, representing the aggregate of the estimated market value of the debentures, underwriting fees and interest foregone under the deferred payment plan with respect to the disposition of a portion of the common shares through the initial public offering. Proceeds from this disposition amounted to approximately \$539,689,000.

During the year, Alberta Mortgage and Housing Corporation completed the sale of mortgages on single family, non-profit and special purpose housing. Debentures amounting to \$719,715,000 were redeemed prior to maturity from proceeds of the sale.

- (b) The debenture is repayable on or before October 31, 2009 by annual participation payments equalling 80% (increasing to 90% when the company's construction loan is repaid) of the company's available cash flow. All participation payments are to be applied firstly to principal repayment, and secondly to payment of interest at a rate of 11% (10% prior to October 31, 1990) compounded annually. Income from the debenture will be recognized to the extent that interest is received.
- (c) The debentures are convertible at the Fund's option into common shares of the company, at a conversion price of \$10.70 per share, subject to certain adjustments. Interest is payable semi-annually at a minimum rate of 6.25% per annum. The interest rate will be adjusted to 7.5% per annum after February 15, 1993 if the conversion price is increased to \$11.45 per share by the company. The debentures are redeemable at the company's option, at the principal amount plus accrued interest after February 15, 1993. The debentures mature on February 15, 2008. The company may elect to repay principal and interest in common shares of the company.
- (d) Under the terms of the debenture, prior to July 31, 1985, interest on the bonds has been capitalized and compounded annually; thereafter interest is compounded semi-annually and payable annually and any shortfall is to be capitalized. The principal, including capitalized interest, is repayable on or before July 31, 2015. Unrecorded capitalized interest amounts to \$34,337,000 at March 31, 1991 (1990 \$34,337,000). Income from the bonds is recognized to the extent that interest is received.
- (e) At March 31, 1991, the Fund held 23,718,829 common shares of the company (1990 23,207,640 common shares) representing 36% (1990 35%) of the total number of issued and outstanding voting shares of the company. The company reported retained earnings at December 31, 1990 of \$254,800,000 (1989 \$228,800,000).

REGULATED FUNDS

- (f) At March 31, 1991, the Fund held 59,352,501 common shares of the company representing 43% of the total number of issued and outstanding voting shares of the company. The company reported retained earnings at December 31, 1990 of \$41,440,000.
- (g) Under the Joint Venture Agreement, the Fund is obligated to contribute to the capital costs of the project in proportion to its 22.5% Class A, and 33.33% Class B participating interests, up to a maximum amount of approximately \$305 million. Equity contributions do not bear interest and are repayable only from the Fund's share of net operating revenue, estimated to amount to 16.19% after December 1992. The Fund's participation in the project is summarized hereunder:

	1991	1990
Balance at beginning of year	\$ 29,763,000	\$ 2,417,000
Equity contributions	109,171,000	27,346,000
Balance at end of year	<u>\$138,934,000</u>	<u>\$29,763,000</u>

- (h) Under the OSLO Operating Agreement (1981) the Fund is obligated to contribute to the development costs of the project in proportion to its 10% participating interests, estimated to amount to approximately \$500 million to 'production start-up'. The necessary engineering studies will be completed by the participants before December 31, 1991 such that a decision on whether to proceed with the project can be made. In the event a decision is made not to proceed, the project costs incurred to that date would then be written off. The Fund's participation in the project is summarized hereunder:

	1991	1990
Balance at beginning of year	\$3,990,000	\$ —
Equity contributions	1,781,000	3,990,000
Balance at end of year	<u>\$5,771,000</u>	<u>\$3,990,000</u>

- (i) Authorization has been given to pay from the Fund the Province's share of construction and operating costs incurred under the Syncrude Project Ownership and Management Agreement. As a 16.74% participant in the project the Fund is, as lessee, entitled to its proportionate share of all substances produced subject to the liabilities to the Province of Alberta, as lessor, in accordance with the Alberta Crown Agreement. The Fund's participation in the project is summarized hereunder:

	1991	1990
Balance at beginning of year	\$ 518,805,000	\$ 511,947,000
Advances	191,633,000	181,274,000
Repayments	(278,982,000)	(196,953,000)
Net profit for the year	82,137,000	22,537,000
Balance at end of year	<u>\$ 513,593,000</u>	<u>\$ 518,805,000</u>

- (j) Authorization was given in June 1991 to invest \$150 million in convertible subordinated debentures of TransCanada Pipelines Limited. The debentures will yield 10.426% per annum and will mature in December 2001.

Authorization was also given in July 1991 to invest up to \$275 million in subordinated debentures of Crestbrook Forest Industries Ltd., MC Forest Investment Inc. and Kanzaki Paper Canada Inc., the joint venturers of the Alberta Pacific Pulp Mill Project. From the date of the first advance to the earlier of November 30, 1997 or two years after final completion, interest will be accrued and capitalized at the Alberta 20 year Canadian dollar borrowing rate (subject to certain conditions) applicable as at the date of the advance. Thereafter interest will be accrued and paid monthly to the extent of the available cash flow, at the Alberta 20 year Canadian dollar borrowing rate to be redetermined every five years after the earlier of November 30, 1995 or final completion. The debentures will mature on or before November 30, 2010 and are repayable in five equal annual instalments commencing the earlier of November 30, 2006, and eleven years after final completion.

ALBERTA HERITAGE SAVINGS TRUST FUND
COMMERCIAL INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1991

	1991		1990	
	Cost	Market Value	Cost	Market Value
	(thousands of dollars)			
Canadian equities (a):				
Common shares (b):				
Communications and media	\$ 17,278	\$ 35,381	\$ 15,766	\$ 34,076
Consumer products	18,849	43,398	16,830	41,650
Financial services	30,979	33,277	34,841	41,838
Gold and silver	22,535	33,113	20,508	42,511
Industrial products	38,473	55,949	34,313	50,787
Management companies	16,312	33,727	8,963	27,590
Merchandising	18,711	45,943	18,495	40,991
Metals and minerals	27,771	45,329	21,015	37,220
Oil and gas	43,447	56,141	36,242	53,136
Paper and forest products	8,675	17,191	8,222	17,897
Pipelines	12,365	19,558	9,271	16,137
Transportation	11,762	16,883	8,395	19,890
Utilities	32,212	44,567	25,572	38,730
Preferred shares:				
Financial services	12,819	12,705	14,673	14,217
Merchandising	—	—	2,716	2,396
	<u>312,188</u>	<u>493,162</u>	<u>275,822</u>	<u>479,066</u>
Short-term money market securities (c):				
Treasury bills:				
Government of Canada	10,657	10,657	32,454	32,454
Province of Alberta	4,888	4,888	—	—
Bankers' acceptances	11,824	11,824	5,903	5,903
Promissory notes	—	—	1,954	1,954
	<u>\$339,557</u>	<u>\$520,531</u>	<u>\$316,133</u>	<u>\$519,377</u>

- (a) The industrial classifications are those used by the Toronto Stock Exchange.
- (b) At March 31, 1991 common shares with a market value of \$12,028,000 (1990 \$4,579,000) were loaned to certain borrowers. The loans were secured by Government of Canada treasury bills and bonds and a letter of credit issued by a chartered bank with a total net realizable value of approximately \$13,170,000 (1990 letter of credit \$5,232,000). During the term of the loans, the Fund retains the right to receive dividends on the securities loaned.
- (c) The market value of short-term money market securities is estimated to approximate cost.

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION INVESTMENTS - ASSETS
MARCH 31, 1991

Department/Project	1991	1990
	(thousands of dollars)	
Economic Development and Trade		
Venture Capital Financing - Vencap Equities Alberta Ltd. (a)	<u>\$199,993</u>	<u>\$199,994</u>

- (a) The outstanding balance of the loan to Vencap Equities Alberta Ltd. (Vencap) is repayable in instalments of \$1,000 in each of the years 1991 to 2002, inclusive, in instalments of \$15,000,000 in each of the years 2003 to 2012, inclusive, and a final instalment of \$49,981,000 in 2013. In the current year interest on the participating debenture securing the loan amounts to 50% (1990 50%) of the defined net income of Vencap. This percentage reduces as the loan is repaid and convertible debentures amounting to \$36,042,000 (1990 \$40,000,000), maturing July 2, 1998 and guaranteed by the Province, are converted or redeemed. For 20 years following full repayment of the loan, the Fund will receive 10% of the defined net income of Vencap.

As further consideration for the loan the Province has been granted an option to purchase up to 4,000,000 special shares at \$1 each, exclusive to the Province, convertible into common shares of Vencap. The purchase option expires on the later of the repayment of the loan and the redemption or conversion of the convertible debentures, on which later date the 20% voting rights attaching to each and all of the special shares cease.

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION INVESTMENTS - DEEMED ASSETS
MARCH 31, 1991

<u>Department/Project</u>	<u>1991</u>	<u>1990</u>
	(thousands of dollars)	
Advanced Education		
Alberta Heritage Scholarship Fund	\$ 100,000	\$ 100,000
Clinical Research Building	17,632	17,632
Library Development	9,000	9,000
Agriculture		
Farming For The Future	58,054	53,347
Food Processing Development Centre	9,013	9,013
Irrigation Rehabilitation and Expansion	311,942	286,952
Private Irrigation Water Supply	446	192
Economic Development and Trade		
Rail Hopper Cars	53,661	53,661
Education		
Alberta Heritage Learning Resources	9,222	9,222
Energy		
Alberta Oil Sands Technology and Research Authority	418,700	418,700
Renewable Energy Research	499	77
Environment		
Irrigation Headworks and Main Irrigation Systems Improvement	472,657	433,808
Land Reclamation	37,666	35,371
Lesser Slave Lake Outlet	2,889	2,889
Paddle River Basin Development	41,781	41,781
Executive Council		
Occupational Health and Safety Research and Education	9,816	8,682
Forestry, Lands and Wildlife		
Alberta Reforestation Nursery	14,739	14,739
Grazing Reserves Development and Enhancement	40,479	39,094
Maintaining Our Forests	24,960	24,960
Pine Ridge Reforestation Nursery Enhancement	1,373	—
Health		
Alberta Children's Provincial General Hospital	40,477	40,477
Applied Cancer Research	43,983	41,183
Applied Heart Disease Research	29,341	29,341
Tom Baker Cancer Centre and Special Services Facility	93,204	93,204
Public Works, Supply and Services		
Capital City Recreation Park	44,008	43,523
Fish Creek Provincial Park (Land)	27,107	27,107
Walter C. Mackenzie Health Sciences Centre	391,073	391,469
Recreation and Parks		
Fish Creek Provincial Park (Development)	16,859	16,859
Kananaskis Country Recreation Development	224,728	224,728
Municipal Recreation/Tourism Areas	13,185	10,815
Urban Park Development	90,718	87,575
Technology, Research and Telecommunications		
Alberta Heritage Foundation for Medical Research Endowment Fund	300,000	300,000
Electronics Test Centre	6,175	6,175
Individual Line Service	217,842	151,388
Microchip Design and Fabrication Facilities	7,750	7,750
Transportation and Utilities		
Airport Terminal Buildings	16,359	16,359
	<u>\$3,197,338</u>	<u>\$3,047,073</u>

(a) Commitments for expenditure on capital projects aggregated approximately \$23,991,000 at March 31, 1991 (1990 \$114,960,000).

Claims and potential claims pending at March 31, 1991 in respect of various capital projects exceeded amounts expended by approximately \$6,512,000 (1990 \$5,085,000). The resulting loss, if any, from these claims and potential claims cannot be determined.

ALBERTA HERITAGE SCHOLARSHIP FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Alberta Heritage Scholarship Fund as at March 31, 1991 and the statements of income and retained earnings and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 9, 1991

ALBERTA HERITAGE SCHOLARSHIP FUND
BALANCE SHEET
MARCH 31, 1991

	1991	1990
ASSETS		
Cash (Note 3)	\$ 2,530,990	\$ 16,872,304
Accrued interest and accounts receivable	3,022,662	2,934,563
Investments, Schedule I	173,918,918	151,792,094
	<u>\$179,472,570</u>	<u>\$171,598,961</u>
LIABILITIES, ENDOWMENT AND RETAINED EARNINGS		
Liabilities:		
Accounts payable	\$ 29,845	\$ 17,300
Endowment (Note 5)	100,000,000	100,000,000
Retained earnings (Note 5)	79,442,725	71,581,661
	<u>\$179,472,570</u>	<u>\$171,598,961</u>
The accompanying notes are part of these financial statements.		

ALBERTA HERITAGE SCHOLARSHIP FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Income:		
Investment income	\$16,547,296	\$16,631,652
Net gain on disposals of investments	1,404,839	456,494
Amortization of deferred realized gains and losses on investments	656,306	725,351
Write-down of investments	(660,715)	(310,717)
Net income (Note 4)	17,947,726	17,502,780
Alberta Heritage Scholarships	10,086,662	9,946,472
Net increase in retained earnings	7,861,064	7,556,308
Retained earnings at beginning of year	71,581,661	64,025,353
Retained earnings at end of year	<u>\$79,442,725</u>	<u>\$71,581,661</u>

ALBERTA HERITAGE SCHOLARSHIP FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Operating transactions:		
Net income	\$ 17,947,726	\$ 17,502,780
Non-cash items included in net income	(4,995,662)	(5,266,668)
Decrease (increase) in receivables	(88,099)	210,276
Increase in payables	12,545	2,778
Cash provided by operating transactions	<u>12,876,510</u>	<u>12,449,166</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	29,815,114	25,399,834
Investments	(47,082,770)	(27,232,425)
Deferred realized gains and losses on investments	136,494	130,698
Cash applied to investing transactions	<u>(17,131,162)</u>	<u>(1,701,893)</u>
Alberta Heritage Scholarships	(10,086,662)	(9,946,472)
Increase (decrease) in cash	(14,341,314)	800,801
Cash at beginning of year	16,872,304	16,071,503
Cash at end of year	<u>\$ 2,530,990</u>	<u>\$ 16,872,304</u>

ALBERTA HERITAGE SCHOLARSHIP FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Heritage Scholarship Fund operates under the authority of the Alberta Heritage Scholarship Act, Chapter A-27.1, Statutes of Alberta 1981.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

- (a) Bonds, bond coupons and residuals, mortgage-backed securities, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

- (a) Common and preferred shares, warrants, pooled equity trust units and short-term money market securities are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

- (b) The cost of investments includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

- (c) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

- (d) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

Note 3 Cash

	<u>1991</u>	<u>1990</u>
Deposit in the Consolidated Cash Investment Trust Fund	\$2,120,029	\$16,589,499
U. S. dollar bank accounts	410,961	282,805
	<u>\$2,530,990</u>	<u>\$16,872,304</u>

Note 4 Segmented Information

Segmented information on net income is as follows:

	1991	1990
Cash and money market securities	\$ 1,504,499	\$ 2,282,512
Bonds, bond coupons and residuals (a)	12,858,478	12,619,458
Mortgage-backed securities	178,127	—
Mortgages	1,273,884	1,281,538
Common and preferred shares, warrants and pooled equity trust units	2,134,611	1,927,358
Real estate	(1,873)	(608,086)
	<u>\$17,947,726</u>	<u>\$17,502,780</u>

(a) Includes \$215,983 (1990 \$215,983) income from investments in Province of Alberta funds and agencies.

Note 5 Endowment

The endowment was received from the Alberta Heritage Savings Trust Fund on June 18, 1981. The Alberta Heritage Scholarship Act provides that money required by the Students Finance Board for providing scholarships shall be paid from the Fund, but no money shall be paid out of the Fund if the payment would result in the value of the assets of the Fund, at cost, being less than the endowment received by the Fund.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule I

ALBERTA HERITAGE SCHOLARSHIP FUND
INVESTMENTS
MARCH 31, 1991

	1991			1990	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds:					
Government of Canada, direct and guaranteed	\$56,286,000	\$59,648,900	\$62,226,843	\$52,813,191	\$51,564,446
Provincial:					
Alberta, direct and guaranteed	2,250,000	2,264,997	2,218,734	2,266,514	2,050,764
Other, direct and guaranteed	2,725,000	2,730,495	2,697,193	1,957,536	1,811,921
Municipal	250,000	250,441	249,250	250,671	235,000
Corporate	5,535,001	5,622,827	5,825,170	5,705,572	5,621,853
Corporate, convertible	125,000	125,000	125,000	125,000	125,000
Mortgage-backed securities:					
Government of Canada guaranteed	2,744,571	2,682,120	2,853,196	—	—
Mid-term money market securities:					
Participating certificates	4,370,000	4,370,000	4,775,100	4,295,000	4,265,590
Promissory notes	1,000,000	1,000,000	1,039,000	1,474,637	1,388,800
Mortgages	10,769,797	10,822,021	11,859,336	10,954,718	11,026,778
Bond coupons and residuals:					
Government of Canada, direct		38,875,404	35,667,011	40,570,729	35,009,184
Deferred unamortized realized gains and losses		(823,103)	—	(1,342,915)	—
		<u>127,569,102</u>	<u>129,535,833</u>	<u>119,070,653</u>	<u>113,099,336</u>
Short-term money market securities (a):					
Treasury bills:					
Government of Canada		1,768,167	1,768,167	1,163,354	1,163,354
Pooled cash fund units		—	—	595,110	595,110
Common and preferred shares, warrants and pooled equity trust units:					
Quoted securities		42,414,145	50,479,588	28,713,896	35,956,623
Unquoted securities (b)		2,167,504	2,649,098	2,249,081	2,470,489
		<u>\$173,918,918</u>	<u>\$184,432,686</u>	<u>\$151,792,094</u>	<u>\$153,284,912</u>

(a) The market value of short-term money market securities is estimated to approximate cost.

(b) The market value of unquoted common and preferred shares and warrants is estimated by management appraisal.

FARM CREDIT STABILITY FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
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AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Farm Credit Stability Fund as at March 31, 1991 and the statements of revenue and expenditure and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 19, 1991

FARM CREDIT STABILITY FUND
BALANCE SHEET
MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash	\$ 5,007,003	\$ 668,585
Accrued interest receivable	43,409,043	38,410,604
Due from the General Revenue Fund	18,792,626	18,606,628
Deposits in lending institutions	2,009,230,757	1,829,982,954
	<u>\$2,076,439,429</u>	<u>\$1,887,668,771</u>
LIABILITIES		
Accrued interest and accounts payable	\$ 38,776,403	\$ 35,594,016
Unmatured debt, Schedule I	2,037,663,026	1,852,074,755
	<u>\$2,076,439,429</u>	<u>\$1,887,668,771</u>

The accompanying notes are part
of these financial statements.

FARM CREDIT STABILITY FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Revenue:		
Interest on deposits in lending institutions	\$172,458,914	\$144,611,835
Other	1,568,712	1,444,622
	<u>174,027,626</u>	<u>146,056,457</u>
Expenditure:		
Discount and interest expense on debt:		
- held by the Alberta Heritage Savings Trust Fund	100,861,588	62,278,074
- other	99,459,503	104,617,034
Administrative fees and other costs paid to lending institutions	58,209,429	48,429,614
	<u>258,530,520</u>	<u>215,324,722</u>
Excess of expenditure over revenue	84,502,894	69,268,265
Contribution by the General Revenue Fund	84,502,894	69,268,265
	<u>\$ —</u>	<u>\$ —</u>

FARM CREDIT STABILITY FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Operating transactions:		
Non-cash items:		
Amortization of discount on debt	\$ 103,222,892	\$ 64,800,807
Amortization of deferred unrealized exchange gains and losses on debt	(1,330,513)	5,780,154
Increase in receivables	(5,184,437)	(13,740,328)
Increase in payables	3,182,387	1,126,597
Cash provided by operating transactions	<u>99,890,329</u>	<u>57,967,230</u>
Investing transactions:		
Repayment of deposits by lending institutions	46,410,243	5,166,526
Deposits in lending institutions	(225,658,046)	(351,814,765)
Cash applied to investing transactions	<u>(179,247,803)</u>	<u>(346,648,239)</u>
Financing transactions:		
Debt issues (repayments):		
Short-term promissory notes, net	(164,741,608)	284,704,250
Euro Canadian dollar notes	248,437,500	—
Cash provided by financing transactions	<u>83,695,892</u>	<u>284,704,250</u>
Increase (decrease) in cash	4,338,418	(3,976,759)
Cash at beginning of year	668,585	4,645,344
Cash at end of year	<u>\$ 5,007,003</u>	<u>\$ 668,585</u>

FARM CREDIT STABILITY FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Farm Credit Stability Fund operates under the authority of the Farm Credit Stability Fund Act, Chapter F-2.5, Statutes of Alberta 1986, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) Money borrowed by the Province and deposited in the Fund is reported as debt of the Fund. Discount on debt, which includes issue expenses and hedging costs, is deferred and amortized over the term of the debt.
- (b) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of interest expense.

Note 3 Financial Structure

The Fund finances farm loans by maintaining deposits in lending institutions equalling the amount of loans outstanding. Deposits in lending institutions yield a fixed effective rate of 9% per annum. The deposits are financed from money borrowed by the Province and deposited in the Fund.

Qualifying farmers throughout the Province obtained loans of up to \$250,000 per farm family and \$750,000 per farm business from participating lending institutions.

Farm loans bear interest at a fixed effective rate of 9% per annum and have terms of between 10 to 20 years.

Administrative fees and other costs with respect to the loans are paid to lending institutions from the Fund. Payments to lending institutions resulting from loan guarantees by the Provincial Treasurer are made from the General Revenue Fund.

Section 7 of the Act provides that if the Fund has insufficient money to make payments in connection with borrowings, deposits in and other payments to lending institutions, the amount of the insufficiency will be paid from the General Revenue Fund into the Fund.

The excess of expenditure over revenue of the Fund is met by a contribution from the General Revenue Fund.

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Subsequent Events

Subsequent to the year end, the Province issued approximately \$500,000,000 of seven year debentures which bear interest at the rate of 9.75% per annum. The Province allocated \$100 million of the debenture issue to the Fund. The net proceeds of the issue will be used to finance debt redemption in the 1991-92 fiscal year.

Note 5 Commitments

Based on approved loan applications at the year end, the Province was committed to make from the Fund further deposits of \$4 million (1990 \$133 million) in lending institutions. Deposit requirements were met in part by loan principal repayments received by the lending institutions after the year end.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule I

FARM CREDIT STABILITY FUND
UNMATURED DEBT
MARCH 31, 1991

	1991		1990	
	Par Value	Book Value	Par Value	Book Value
Promissory notes (a)	\$630,000,000	\$ 622,247,178	\$696,000,000	\$ 686,127,197
Euro U.S. dollar notes				
7.375% due December 9, 1991 (b)	(c)	411,978,021	(c)	410,946,855
9.375% due October 26, 1995	(d)	119,179,346	(d)	120,135,173
U.S. dollar notes				
9.25% due November 23, 1994 (e)	(f)	253,305,954	(f)	255,178,584
Euro Canadian dollar notes				
10.625% due February 14, 1996	250,000,000	248,476,006		—
Swiss franc bonds				
5% due December 22, 1997 (g) (h)	(i)	382,476,521	(i)	379,686,946
		<u>\$2,037,663,026</u>		<u>\$1,852,074,755</u>

- (a) short-term notes held by the Alberta Heritage Savings Trust Fund (cash and marketable securities).
(b) effective rate based on forward exchange contracts hedging principal and interest is approximately 8.2%.
(c) United States \$300,000,000, fully hedged.
(d) United States \$100,000,000, unhedged.
(e) effective rate based on forward exchange contracts hedging principal and interest is approximately 9.9%.
(f) United States \$200,000,000, fully hedged.
(g) redeemable by the Province at the following rates: on December 22, 1992 at 101½%; 1993 at 101%; 1994 at 100½%; thereafter at 100%.
(h) effective rate based on forward exchange contracts hedging principal and interest is approximately 7.8%.
(i) Swiss francs 400,000,000, fully hedged.

PENSION FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

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AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Pension Fund as at March 31, 1991 and the statements of income and fund equity and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 18, 1991

**PENSION FUND
BALANCE SHEET
MARCH 31, 1991
(thousands of dollars)**

	1991	1990
ASSETS		
Cash (Note 4)	\$ 48,936	\$ 50,311
Accrued interest and accounts receivable	90,056	86,933
Due from the General Revenue Fund	10,265	10,841
Investments, Schedule I	5,541,887	4,898,139
	<u>\$5,691,144</u>	<u>\$5,046,224</u>
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	\$ 32	\$ 7,963
Fund equity	5,691,112	5,038,261
	<u>\$5,691,144</u>	<u>\$5,046,224</u>

The accompanying notes are part of these financial statements.

**PENSION FUND
STATEMENT OF INCOME AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)**

	1991	1990
Income:		
Investment income	\$ 472,098	\$ 417,260
Net gain on disposals of investments	60,619	41,851
Amortization of deferred realized gains and losses on investments	8,870	10,038
Write-down of investments and provision for decline in market value	(22,617)	(13,712)
Net income (Note 5)	518,970	455,437
Net transfer from the General Revenue Fund (Note 6)	133,881	120,100
Net increase in fund equity	652,851	575,537
Fund equity at beginning of year	5,038,261	4,462,724
Fund equity at end of year	<u>\$5,691,112</u>	<u>\$5,038,261</u>

**PENSION FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)**

	1991	1990
Operating transactions:		
Net income	\$ 518,970	\$ 455,437
Non-cash items included in net income	(162,683)	(128,074)
Increase in receivables	(2,547)	(25,056)
Increase (decrease) in payables	(7,931)	3,658
Cash provided by operating transactions	<u>345,809</u>	<u>305,965</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	6,398,213	2,854,151
Investments	(6,874,351)	(3,288,230)
Deferred realized gains and losses on investments	(4,927)	10,758
Cash applied to investing transactions	(481,065)	(423,321)
Net transfer from the General Revenue Fund	133,881	120,100
Increase (decrease) in cash	(1,375)	2,744
Cash at beginning of year	50,311	47,567
Cash at end of year	<u>\$ 48,936</u>	<u>\$ 50,311</u>

PENSION FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Pension Fund operates under the authority of the Pension Fund Act, Chapter P-3.1, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

- (a) Bonds, bond coupons and residuals, mortgage-backed securities, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

- (a) Short-term money market securities, common and preferred shares, warrants and pooled equity trust units are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

- (b) Investments in real estate are carried at the lower of cost and appraised value [see Schedule 1 Note (d)].

Rental income less expenses and other adjustments is included in the determination of investment income as participating interest received or accrued on the debentures [see Schedule 1 Note (d)].

Realized gains and losses on disposals of these investments are included in the determination of net income.

- (c) The cost of investments includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

- (d) Investment income is recorded on the accrual basis where there is reasonable assurance as to its measurement and collectability.

- (e) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

- (f) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

- (g) The liability of the Pension Fund in respect of accrued pension obligations is not included in the determination of fund equity.

Note 3 Accrued Pension Obligations

At March 31, 1991, the total estimated liability for accrued pension obligations exceeded the recorded net assets of the Pension Fund. On the exhaustion of Pension Fund assets, pension payments are to be charged to the General Revenue Fund.

Note 4 Cash

	<u>1991</u>	<u>1990</u>
Deposit in the Consolidated Cash Investment Trust Fund	\$47,204,000	\$47,785,000
U.S. dollar bank accounts	1,732,000	2,526,000
	<u>\$48,936,000</u>	<u>\$50,311,000</u>

Note 5 Segmented Information

Segmented information on net income is as follows:

	<u>1991</u>	<u>1990</u>
Cash and money market securities	\$120,124,000	\$ 96,438,000
Bonds, bond coupons and residuals	256,049,000	241,358,000
Mortgage-backed securities	6,598,000	653,000
Mortgages	34,403,000	30,171,000
Common and preferred shares, warrants and pooled equity trust units	92,406,000	76,906,000
Real estate	9,390,000	9,911,000
	<u>\$518,970,000</u>	<u>\$455,437,000</u>

Net income includes \$44,698,000 (1990 \$31,857,000) from investments in Province of Alberta funds and agencies.

Note 6 Net Transfer from the General Revenue Fund

In accordance with section 5 of the Pension Fund Act monies received and paid by the Provincial Treasurer pursuant to the following Pension Plan Acts are deposited in and paid from the General Revenue Fund:

Local Authorities Pension Plan Act
 Members of the Legislative Assembly Pension Plan Act
 Public Service Management Pension Plan Act
 Public Service Pension Plan Act
 Special Forces Pension Plan Act
 Universities Academic Pension Plan Act

The difference between the receipts and payments is subsequently transferred to or from the Pension Fund. The net transfer from the General Revenue Fund represents the excess of pension receipts over pension payments for the year.

Note 7 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to the 1991 presentation.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

**PENSION FUND
INVESTMENTS
MARCH 31, 1991**
(thousands of dollars)

	1991			1990	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds (a):					
Government of Canada, direct and guaranteed	\$1,275,370	\$1,297,288	\$1,346,103	\$1,198,947	\$1,143,346
Provincial:					
Alberta, direct and guaranteed	211,637	209,024	209,937	178,971	166,366
Other, direct and guaranteed	409,300	405,594	405,353	335,763	313,430
Municipal	26,300	26,644	26,665	31,218	29,097
Foreign governments, guaranteed	23,000	22,894	23,871	—	—
Corporate	301,862	300,284	303,343	251,901	240,182
Corporate, convertible	4,250	4,250	4,250	4,250	4,250
Mortgage-backed securities:					
Government of Canada guaranteed	93,351	92,022	96,033	20,210	18,814
Mid-term money market securities:					
Promissory notes:					
Provincial:					
Alberta, direct	110,000	110,000	109,731	90,000	85,590
Other, direct and guaranteed	6,000	5,999	5,999	10,828	10,629
Corporate	45,452	45,635	45,939	39,276	38,433
Government of Canada, guaranteed	—	—	—	4,000	3,961
Certificates of deposit and guaranteed investment certificates:					
Provincial:					
Alberta, guaranteed	40,000	40,000	39,908	50,000	47,215
Corporate	33,250	33,477	33,350	33,774	31,888
Bankers' acceptance	500	500	523	1,979	1,912
Participating certificates	(b)	82,722	90,379	82,722	87,434
Mortgages	326,837	327,038	337,764	313,757	303,709
Bond coupons and residuals:					
Government of Canada, direct		276,090	249,602	186,704	150,799
Provincial:					
Alberta, direct		7,103	7,036	—	—
Other, guaranteed		2,638	2,705	—	—
Deferred unamortized realized gains and losses		(28,677)	—	(42,474)	—
		<u>3,260,525</u>	<u>3,338,491</u>	<u>2,791,826</u>	<u>2,677,055</u>
Short-term money market securities (c):					
Treasury bills (a):					
Government of Canada		506,786	506,786	715,628	715,628
Guaranteed investment certificate and treasury bill warrants		20,145	20,145	—	—
Promissory notes:					
Alberta, direct		94,057	94,057	119,797	119,797
Other, direct		3,817	3,817	—	—
Pooled cash fund units		—	—	2,424	2,424
Quoted common and preferred shares, warrants and pooled equity trust units (a)		<u>1,402,972</u>	<u>1,730,130</u>	<u>1,077,267</u>	<u>1,395,751</u>
		<u>5,288,302</u>	<u>\$5,693,426</u>	<u>4,706,942</u>	<u>\$4,910,655</u>
Unquoted common and preferred shares and warrants		55,356		54,531	
Real estate - cost \$203,295 (1990 \$138,568) (d)		<u>198,229</u>		<u>136,666</u>	
		<u>\$5,541,887</u>		<u>\$4,898,139</u>	

(a) At March 31, 1991, bonds, treasury bills and common shares with a market value of approximately \$81,161,000 (1990 \$27,542,000) were loaned to certain borrowers. The loans were secured by Government of Canada bonds, treasury bills and letters of credit with a market value of \$91,338,000 (1990 \$32,109,000). During the term of the loans, the Fund retains the right to receive interest and dividends on the securities loaned.

(b) Comprises Canadian \$59,000,000 and United States \$20,000,000.

(c) The market value of short-term money market securities is estimated to approximate cost.

(d) Real estate is held through intermediate companies which have issued participating debentures secured by a charge on the real estate. The rental income less expenses and other adjustments is distributed to the Fund as participating interest on the debentures.

SMALL BUSINESS TERM ASSISTANCE FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
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Schedule of Unmatured Debt

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the balance sheet of the Small Business Term Assistance Fund as at March 31, 1991 and the statements of revenue and expenditure and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 19, 1991

SMALL BUSINESS TERM ASSISTANCE FUND
BALANCE SHEET
MARCH 31, 1991

	1991	1990
ASSETS		
Cash and marketable securities, Schedule 1	\$ 60,418,825	\$ 4,736,008
Accrued interest receivable	4,800,812	6,351,212
Due from the General Revenue Fund	638,044	1,823,426
Deposits in lending institutions	215,587,969	285,443,663
	<u>\$281,445,650</u>	<u>\$298,354,309</u>
LIABILITIES		
Accrued interest and accounts payable	\$ 6,793,636	\$ 7,529,317
Unmatured debt, Schedule 2	274,652,014	290,824,992
	<u>\$281,445,650</u>	<u>\$298,354,309</u>
The accompanying notes are part of these financial statements.		

SMALL BUSINESS TERM ASSISTANCE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Revenue:		
Interest on deposits in lending institutions	\$21,752,198	\$28,682,255
Other	3,811,096	8,500,152
	<u>25,563,294</u>	<u>37,182,407</u>
Expenditure:		
Discount and interest expense on debt:		
- held by the Alberta Heritage Savings Trust Fund	139,575	11,736,892
- other	22,191,723	22,647,202
Administrative fees and other costs paid to lending institutions	7,550,303	9,507,407
	<u>29,881,601</u>	<u>43,891,501</u>
Excess of expenditure over revenue	4,318,307	6,709,094
Contribution by the General Revenue Fund	4,318,307	6,709,094
	<u>\$ —</u>	<u>\$ —</u>

SMALL BUSINESS TERM ASSISTANCE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Operating transactions:		
Non-cash item:		
Amortization of discount on debt	\$ 827,022	\$ 750,425
Decrease in receivables	2,735,782	2,141,624
Decrease in payables	(735,681)	(6,347,670)
Cash provided by (applied to) operating transactions	<u>2,827,123</u>	<u>(3,455,621)</u>
Investing transactions:		
Repayment of deposits by lending institutions	70,888,636	91,871,776
Deposits in lending institutions	(1,032,942)	(2,977,639)
Cash provided by investing transactions	<u>69,855,694</u>	<u>88,894,137</u>
Financing transactions:		
Promissory notes redeemed by the		
Alberta Heritage Savings Trust Fund		
- Alberta Investment Division	—	(150,000,000)
Issue (redemption) of short-term promissory notes, net	(17,000,000)	16,797,443
Cash applied to financing transactions	<u>(17,000,000)</u>	<u>(133,202,557)</u>
Increase (decrease) in cash	55,682,817	(47,764,041)
Cash and marketable securities at beginning of year	4,736,008	52,500,049
Cash and marketable securities at end of year	<u>\$ 60,418,825</u>	<u>\$ 4,736,008</u>

SMALL BUSINESS TERM ASSISTANCE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Small Business Term Assistance Fund operates under the authority of the Small Business Term Assistance Fund Act, Chapter S-13.7, Statutes of Alberta 1986.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) Money borrowed by the Province and deposited in the Fund is reported as debt of the Fund. Discount on debt, which includes issue expenses and hedging costs, is deferred and amortized over the term of the debt.
- (b) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of other revenue.

Note 3 Financial Structure

The Fund finances small business loans by maintaining deposits in lending institutions equalling the amount of loans outstanding. Deposits in lending institutions yield a fixed effective rate of 9% per annum. The deposits are financed from money borrowed by the Province and deposited in the Fund. Qualifying small businesses throughout the Province obtained loans of up to \$150,000 per small business from participating lending institutions.

Small business loans bear interest at a fixed effective rate of 9% per annum and have terms of between 3 to 10 years.

Administrative fees and other costs with respect to the loans are paid to lending institutions from the Fund. Payments to lending institutions resulting from loan guarantees by the Provincial Treasurer are made from the General Revenue Fund.

Section 7 of the Act provides that if the Fund has insufficient money to make payments in connection with borrowings, deposits in and other payments to lending institutions, the amount of the insufficiency will be paid from the General Revenue Fund into the Fund.

The excess of expenditure over revenue of the Fund is met by a contribution from the General Revenue Fund.

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

SMALL BUSINESS TERM ASSISTANCE FUND
CASH AND MARKETABLE SECURITIES
MARCH 31, 1991

	1991		1990	
	Book Value	Market Value	Book Value	Market Value
Short-term promissory notes (a):				
Province of Alberta, direct	\$59,177,725	\$59,177,725	\$ —	\$ —
Deposit in the Consolidated Cash Investment Trust Fund	1,241,100	1,241,100	4,736,008	4,736,008
	<u>\$60,418,825</u>	<u>\$60,418,825</u>	<u>\$4,736,008</u>	<u>\$4,736,008</u>

(a) The market value of short-term promissory notes is estimated to approximate cost.

Schedule 2

SMALL BUSINESS TERM ASSISTANCE FUND
UNMATURED DEBT
MARCH 31, 1991

	1991		1990	
	Par Value	Book Value	Par Value	Book Value
Euro U.S. dollar notes				
7.375% due December 9, 1991 (a)	(b)	\$274,652,014	(b)	\$273,964,567
Promissory notes (c)	—	—	17,000,000	16,860,425
		<u>\$274,652,014</u>		<u>\$290,824,992</u>

(a) Effective rate based on forward exchange contracts hedging principal and interest is approximately 8.2%.

(b) United States \$200,000,000, fully hedged.

(c) Short-term notes held by the Alberta Heritage Savings Trust Fund (cash and marketable securities).

OTHER REGULATED FUNDS
SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report

Summary Statement of Assets, Liabilities and Fund Equities

Summary Statement of Revenue, Expenditure and Fund Equities

Notes to the Summary Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

These financial statements summarize the assets, liabilities, equities, revenue and expenditure of certain regulated funds. The amounts for each fund are included in the summary totals in these financial statements.

I have audited the summary totals in the summary statement of assets, liabilities and fund equities of the Other Regulated Funds as at March 31, 1991 and in the summary statement of revenue, expenditure and fund equities for the year then ended. These financial statements are the responsibility of Treasury Department's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, the summary totals in these financial statements present fairly, in all material respects, the financial position of the Other Regulated Funds in total as at March 31, 1991 and the results of their operations in total and the changes in their financial position in total for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 24, 1991

OTHER REGULATED FUNDS
SUMMARY STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITIES
MARCH 31, 1991

	Assets					Total Assets
	Cash	Due from Province of Alberta Funds and Agencies	Accounts Receivable and Accrued Interest	Loans Receivable (Note 4)	Investments (Note 5)	
Advanced Education:						
Students Loan Fund	\$ 3,807	\$ —	\$ 15,937	\$ 31,537	\$ —	\$ 51,281
Agriculture:						
Crop Reinsurance Fund of Alberta	—	—	—	—	—	—
Livestock Identification and Brand Inspection Fund	21,535	—	—	—	—	21,535
Livestock Patrons' Assurance Fund	367,322	—	2,973	—	43,990	414,285
Stray Animals Act Fund	11,902	—	—	—	—	11,902
The Horned Cattle Purchases Act Trust Account	273,586	—	—	—	—	273,586
Attorney General:						
Personal Property Security Assurance Fund	458,243	—	38,921	—	—	497,164
Registrar's Assurance Fund	1,985,307	—	143,291	—	—	2,128,598
Economic Development and Trade:						
Motion Picture Development Fund	3,774,109	2,184,875	—	—	—	5,958,984
Energy:						
Alberta Petroleum Incentives Program Fund	—	—	—	—	—	—
Forestry, Lands and Wildlife:						
Fish and Wildlife Trust Fund	5,120,604	3,204	774,274	—	—	5,898,082
Forest Development Research Trust Fund	112,343	—	—	—	—	112,343
Labour:						
Long-Term Disability Benefit Fund - Bargaining Unit	2,943,012	229,419	540,492	—	—	3,712,923
Long-Term Disability Benefit Fund - Management, Opted Out and Excluded	607,473	59,915	4,543	—	—	671,931
Municipal Affairs:						
Alberta Planning Fund	1,458,313	—	280	—	—	1,458,593
Solicitor General:						
Motor Vehicle Accident Claims Fund	37,499,434	91,014	17,380	—	—	37,607,828
Victims' Programs Assistance Fund	755,105	—	544,685	—	—	1,299,790
Transportation and Utilities:						
Natural Gas Rebates Fund	346,786	691,866	792	—	—	1,039,444
Rural Electrification Revolving Fund	973,625	—	442,948	38,469,440	—	39,886,013
Treasury:						
Alberta Provincial Corporation Loan Fund	—	6,329	—	181,794,311	—	181,800,640
Alberta Risk Management Fund	9,531,881	12,197	868,442	—	—	10,412,520
Canadian Pooled Equities Fund	38,703,365	—	1,054,023	—	1,306,917,939	1,346,675,327
Provincial Judges and Masters in Chambers Pension Fund	32,865,017	—	—	—	—	32,865,017
United States Pooled Equities Fund	5,307,256	—	47,986	—	305,803,267	311,158,509
Utility Companies Income Tax Rebates Fund	147,687,064	—	1,997	—	—	147,689,061
Total 1991	\$ 290,807,089	\$ 3,278,819	\$ 4,498,964	\$ 220,295,288	\$ 1,612,765,196	\$ 2,131,645,356
Total 1990	\$ 254,341,771	\$ 4,411,169	\$ 4,519,827	\$ 368,511,063	\$ 1,225,127,570	\$ 1,856,911,400

The accompanying notes are part of these summary financial statements.

REGULATED FUNDS

Liabilities					Fund Equities	
Accounts Payable	Payable to Province of Alberta Funds and Agencies	Unearned Revenue	Short-term Debt (Note 6)	Total Liabilities	1991	1990
\$ —	\$ 51,281	\$ —	\$ —	\$ 51,281	\$ —	\$ —
—	14,264,819	—	—	14,264,819	(14,264,819)	(38,765,291)
21,535	—	—	—	21,535	—	—
—	—	—	—	—	414,285	392,441
—	—	—	—	—	11,902	12,619
—	—	—	—	—	273,586	345,883
—	—	—	—	—	497,164	242,431
—	—	—	—	—	2,128,598	2,175,459
—	8,200,000	—	—	8,200,000	(2,241,016)	(889,058)
—	—	—	—	—	—	—
1,369,460	61,778	—	—	1,431,238	4,466,844	3,687,228
41,410	—	—	—	41,410	70,933	94,418
442,271	—	—	—	442,271	3,270,652	3,396,829
28,253	643,678	—	—	671,931	—	—
76,498	—	—	—	76,498	1,382,095	1,225,174
400,012	—	775,161	—	1,175,173	36,432,655	27,291,479
7,522	—	—	—	7,522	1,292,268	—
1,039,444	—	—	—	1,039,444	—	—
43,749	39,842,264	—	—	39,886,013	—	—
6,329	—	—	181,794,311	181,800,640	—	—
5,901,120	156,554	101,929	—	6,159,603	4,252,917	4,319,638
12,104	1,346,663,223	—	—	1,346,675,327	—	—
—	—	—	—	—	32,865,017	24,345,482
—	311,158,509	—	—	311,158,509	—	—
147,615,498	73,563	—	—	147,689,061	—	—
<u>\$ 157,005,205</u>	<u>\$ 1,721,115,669</u>	<u>\$ 877,090</u>	<u>\$ 181,794,311</u>	<u>\$ 2,060,792,275</u>	<u>\$ 70,853,081</u>	
<u>\$ 141,040,999</u>	<u>\$ 1,385,463,121</u>	<u>\$ 1,284,908</u>	<u>\$ 301,247,640</u>	<u>\$ 1,829,036,668</u>		<u>\$ 27,874,732</u>

OTHER REGULATED FUNDS
SUMMARY STATEMENT OF REVENUE, EXPENDITURE AND FUND EQUITIES
FOR THE YEAR ENDED MARCH 31, 1991

	Revenue					Total
	Transfers from Province of Alberta Funds and Agencies	Assessments and Payments from Government of Canada	Fees	Investment Income (Note 7)	Sales, Services and Other	
Advanced Education:						
Students Loan Fund	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Agriculture:						
Crop Reinsurance Fund of Alberta	23,203,804	—	—	—	—	23,203,804
Livestock Identification and Brand Inspection Fund	—	—	—	—	61,382	61,382
Livestock Patrons' Assurance Fund	—	—	—	41,547	—	41,547
Stray Animals Act Fund	—	—	—	—	14,003	14,003
The Horned Cattle Purchases Act Trust Account	—	—	1	40,485	—	40,486
Attorney General:						
Personal Property Security Assurance Fund	—	—	358,287	38,877	—	397,164
Registrar's Assurance Fund	—	—	2,157,981	—	—	2,157,981
Economic Development and Trade:						
Motion Picture Development Fund	—	—	—	659,910	—	659,910
Energy:						
Alberta Petroleum Incentives Program Fund	98,243	—	—	155,121	—	253,364
Forestry, Lands and Wildlife:						
Fish and Wildlife Trust Fund	—	1,085,050	5,196,095	544,111	—	6,825,256
Forest Development Research Trust Fund	85,000	—	—	15,292	—	100,292
Labour:						
Long Term Disability Benefit Fund - Bargaining Unit	—	—	—	416,566	9,985,382	10,401,948
Long Term Disability Benefit Fund - Management, Opted Out and Excluded	—	—	—	—	1,780,294	1,780,294
Municipal Affairs:						
Alberta Planning Fund	5,988,480	4,775,512	—	275,810	—	11,039,802
Solicitor General:						
Motor Vehicle Accident Claims Fund	—	—	12,083,382	4,005,192	1,436,498	17,525,072
Victims' Programs Assistance Fund	—	489,900	—	9,787	800,103	1,299,790
Transportation and Utilities:						
Natural Gas Rebates Fund	2,563,128	—	—	53,600	—	2,616,728
Rural Electrification Revolving Fund	—	—	—	—	—	—
Treasury:						
Alberta Provincial Corporation Loan Fund	—	—	—	29,952,015	—	29,952,015
Alberta Risk Management Fund	3,779,971	—	—	1,233,533	2,308,172	7,321,676
Canadian Pooled Equities Fund	—	—	—	41,995,849	—	41,995,849
Provincial Judges and Masters in Chambers Pension Fund	—	—	—	3,478,371	5,253,810	8,732,181
United States Pooled Equities Fund	—	—	—	20,168,614	—	20,168,614
Utility Companies Income Tax Rebates Fund	—	147,687,064	—	—	—	147,687,064
Total 1991	\$ 35,718,626	\$ 154,037,526	\$ 19,795,746	\$ 103,084,680	\$ 21,639,644	\$ 334,276,222
Total 1990	\$ 90,489,240	\$ 147,397,690	\$ 17,543,064	\$ 139,127,489	\$ 19,150,580	\$ 413,708,063

REGULATED FUNDS

Expenditure							Excess (Deficiency) of Revenue over Expenditure	Fund Equities at Beginning of Year	Fund Equities at End of Year
Salaries, Wages and Benefits	Services	Materials and Supplies	Grants	Transfers to Province of Alberta Funds and Agencies	Interest, Benefit Payments and Other	Total			
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
—	—	—	—	(1,296,668)	—	(1,296,668)	24,500,472	(38,765,291)	(14,264,819)
—	—	—	—	—	61,382	61,382	—	—	—
—	—	—	—	—	19,703	19,703	21,844	392,441	414,285
—	1,719	—	—	10,764	2,237	14,720	(717)	12,619	11,902
—	—	—	98,933	—	13,850	112,783	(72,297)	345,883	273,586
—	—	—	—	142,431	—	142,431	254,733	242,431	497,164
—	—	—	—	2,100,459	104,383	2,204,842	(46,861)	2,175,459	2,128,598
—	—	—	—	—	2,011,868	2,011,868	(1,351,958)	(889,058)	(2,241,016)
—	—	—	190,612	—	62,752	253,364	—	—	—
1,166,858	1,890,296	467,777	2,520,709	—	—	6,045,640	779,616	3,687,228	4,466,844
—	—	—	123,777	—	—	123,777	(23,485)	94,418	70,933
—	443,479	—	—	—	10,084,646	10,528,125	(126,177)	3,396,829	3,270,652
—	20,786	—	—	225,255	1,534,253	1,780,294	—	—	—
—	97,938	—	10,784,943	—	—	10,882,881	156,921	1,225,174	1,382,095
—	8,383,896	—	—	—	—	8,383,896	9,141,176	27,291,479	36,432,655
4,390	—	3,132	—	—	—	7,522	1,292,268	—	1,292,268
—	—	—	2,616,728	—	—	2,616,728	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	29,952,015	29,952,015	—	—	—
—	7,388,397	—	—	—	—	7,388,397	(66,721)	4,319,638	4,252,917
—	—	—	—	41,995,849	—	41,995,849	—	—	—
—	—	—	—	—	212,646	212,646	8,519,535	24,345,482	32,865,017
—	—	—	—	20,168,614	—	20,168,614	—	—	—
—	—	—	146,911,918	775,146	—	147,687,064	—	—	—
<u>\$ 1,171,248</u>	<u>\$ 18,226,511</u>	<u>\$ 470,909</u>	<u>\$ 163,247,620</u>	<u>\$ 64,121,850</u>	<u>\$ 44,059,735</u>	<u>\$ 291,297,873</u>	<u>\$ 42,978,349</u>	<u>\$ 27,874,732</u>	<u>\$ 70,853,081</u>
<u>\$ 839,260</u>	<u>\$ 16,380,631</u>	<u>\$ 464,733</u>	<u>\$ 221,692,670</u>	<u>\$ 127,479,318</u>	<u>\$ 39,652,196</u>	<u>\$ 406,508,808</u>	<u>\$ 7,199,255</u>	<u>\$ 20,675,477</u>	<u>\$ 27,874,732</u>

OTHER REGULATED FUNDS
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authorities

The authority for operating each of the Other Regulated Funds is as follows:

- (a) Students Loan Fund - Students Finance Act, Chapter S-24, Revised Statutes of Alberta 1980, as amended.
- (b) Crop Reinsurance Fund of Alberta - Crop Insurance Agreement authorized under Order in Council 390/84 pursuant to section 43 of the Hail and Crop Insurance Act, Chapter H-1, Revised Statutes of Alberta 1980, as amended.
- (c) Livestock Identification and Brand Inspection Fund - Livestock Identification and Brand Inspection Act, Chapter L-22.5, Statutes of Alberta 1985, as amended.
- (d) Livestock Patrons' Assurance Fund - Livestock and Livestock Products Act, Chapter L-24, Revised Statutes of Alberta 1980, as amended.
- (e) Stray Animals Act Fund - Stray Animals Act, Chapter S-23, Revised Statutes of Alberta 1980, as amended.
- (f) The Horned Cattle Purchases Act Trust Account - Horned Cattle Purchases Act, Chapter H-10, Revised Statutes of Alberta 1980, as amended.
- (g) Personal Property Security Assurance Fund - Personal Property Security Act, Chapter P-4.05, Statutes of Alberta 1988, as amended. The Chattel Security Registries Assurance Fund was continued as the Personal Property Security Assurance Fund on October 1, 1990.
- (h) Registrar's Assurance Fund - Land Titles Act, Chapter L-5, Revised Statutes of Alberta 1980, as amended.
- (i) Motion Picture Development Fund - Motion Picture Development Act, Chapter M-19.1, Statutes of Alberta 1981, as amended.
- (j) Alberta Petroleum Incentives Program Fund - Petroleum Incentives Program Act, Chapter P-4.1, Statutes of Alberta 1981, as amended. The Act was repealed by the Petroleum Incentives Program Amendment Act 1990 on May 30, 1990.
- (k) Fish and Wildlife Trust Fund - Wildlife Act, Chapter W-9.1, Statutes of Alberta 1984, as amended.
- (l) Forest Development Research Trust Fund - Forest Development Research Trust Fund Act, Chapter F-13, Revised Statutes of Alberta 1980, as amended.
- (m) Long-Term Disability Benefit Fund - Bargaining Unit - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (n) Long-Term Disability Benefit Fund - Management, Opted Out and Excluded - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (o) Alberta Planning Fund - Planning Act, Chapter P-9, Revised Statutes of Alberta 1980, as amended.
- (p) Motor Vehicle Accident Claims Fund - Motor Vehicle Accident Claims Act, Chapter M-21, Revised Statutes of Alberta 1980, as amended.
- (q) Victims' Programs Assistance Fund - Victims' Programs Assistance Act, Chapter V-3.5, Statutes of Alberta 1990. Section 2(1) of the Act which authorizes the establishment of the Fund came into force on January 16, 1991.
- (r) Natural Gas Rebates Fund - Natural Gas Rebates Act, Chapter N-5, Revised Statutes of Alberta 1980, as amended. Primary agricultural producer rebates are not payable in respect of marketable gas consumed after December 31, 1990. The final date for filing applications for the rebates was June 30, 1991.
- (s) Rural Electrification Revolving Fund - Rural Electrification Revolving Fund Act, Chapter R-18, Revised Statutes of Alberta 1980, as amended.
- (t) Alberta Provincial Corporation Loan Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (u) Alberta Risk Management Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (v) Canadian Pooled Equities Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (w) Provincial Judges and Masters in Chambers Pension Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

- (x) United States Pooled Equities Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (y) Utility Companies Income Tax Rebates Fund - Utility Companies Income Tax Rebates Act, Chapter U-10, Revised Statutes of Alberta 1980, as amended. Rebates to privately owned utilities are not payable in respect of provincial income taxes paid after December 31, 1989. No interest is payable on money held in the Fund after March 31, 1990.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except as noted in Note 2(e) and 2(f):

- (a) Investments are valued by the Canadian Pooled Equities Fund, the United States Pooled Equities Fund and the Livestock Patrons' Assurance Fund at cost. Cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

Realized gains and losses on disposals of these investments are included in the determination of investment income. The cost of investments disposed of is determined on the average cost basis.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

- (b) Money borrowed by the Province and deposited in the Alberta Provincial Corporation Loan Fund is loaned to Provincial corporations on equivalent terms and therefore income on loans to Provincial corporations and discount and interest expense on short-term debt have been accrued on a matching basis.
- (c) All interest earned on the deposits of and on the loans made by the Students Loan Fund and the Rural Electrification Revolving Fund is transferred to the General Revenue Fund.

The cost of bad debts relating to loans and interest receivable of these Funds is borne by the General Revenue Fund. Bad debt write-offs are reflected in the summary statement of assets, liabilities and fund equities by reducing the amount payable to the General Revenue Fund.

- (d) Revenues are reported on an accrual basis. Fees collected upon registration of motor vehicles in accordance with section 3 of the Motor Vehicle Accident Claims Act are deferred and amortized over the period covered by the fees.
- (e) Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs.

Insurance claims and settlements on behalf of uninsured drivers are reported as expenditures. These payments are legally recoverable from uninsured drivers though only a small portion is actually collected. Amounts recovered are reported as revenue in the year they are collected.

Claims provisions of the Alberta Risk Management Fund, including provisions for claims incurred but not reported, are based on estimates made by management.

- (f) The liabilities of the Long Term Disability Benefit Fund - Bargaining Unit, the Long Term Disability Benefit Fund - Management, Opted Out and Excluded, and the Provincial Judges and Masters in Chambers Pension Fund in respect of accrued disability and pension benefits are not included in the determination of fund equities.
- (g) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.
- (h) A summary statement of changes in financial position is not provided as disclosure in these summary financial statements is considered to be adequate.

Note 3 Change in Accounting Policy and Reporting Practice

Fees collected upon registration of motor vehicles in accordance with section 3 of the Motor Vehicle Accident Claims Act are now deferred and amortized over the period covered by the fees. In prior years, the fees were reported as revenues in the fiscal year in which they were collected. This change in accounting policy has been applied retroactively and accordingly the summary financial statements for the year ended March 31, 1990 have been restated. As a result of this change in accounting policy, fund equities and unearned revenue at March 31, 1990 have been adjusted for the cumulative effect of applying retroactively the change in accounting policy by \$1,109,722.

Note 4 Loans Receivable

Loans receivable are summarized as follows:

	1991	1990
Loans made under the authority of:		
Students Finance Act	\$ 31,537	\$ 35,293
Rural Electrification Revolving Fund Act		
- Part 1 loans (a)	35,879,934	35,954,228
- Part 2 loans (new electric services)	—	29,312,240
- Part 2 loans (capital rebuild loans) (b)	2,589,506	1,961,662
Financial Administration Act -		
Short-term loans to:		
Alberta Government Telephones Commission	162,867,936	289,381,444
Alberta Mortgage and Housing Corporation	18,926,375	11,866,196
	<u>\$220,295,288</u>	<u>\$368,511,063</u>

(a) Part 1 loans bear interest at 3.5% and have fixed repayment schedules of 10 and 25 years.

(b) Part 2 loans (capital rebuild loans) are interest free and have fixed repayment schedules of up to 25 years.

Note 5 Investments

Investments held by the Funds are as follows:

	1991		1990	
	Book Value	Market Value	Book Value	Market Value
Debentures				
Province of Alberta, guaranteed	\$ 43,990	\$ 41,143	\$ 43,980	\$ 38,661
Convertible bonds	15,092,539	15,578,764	11,659,827	11,242,000
Participating certificate	25,000,000	27,112,499	—	—
Quoted common and preferred shares and warrants (a)	1,572,628,667	1,994,495,012	1,213,423,763	1,597,331,139
	<u>\$1,612,765,196</u>	<u>\$2,037,227,418</u>	<u>\$1,225,127,570</u>	<u>\$1,608,611,800</u>

Transactions during the year consisted of:

	1991	1990
Balance at beginning of year	\$1,225,127,570	\$1,118,570,799
Purchases	518,226,268	394,704,061
Amortization	16,623	294,840
Proceeds from disposals	(132,630,810)	(323,274,256)
Net gain on disposals	23,754,438	53,566,179
Write-downs	(21,728,893)	(18,734,053)
Balance at end of year	<u>\$1,612,765,196</u>	<u>\$1,225,127,570</u>

(a) At March 31, 1991 common shares and warrants with a market value of \$6,006,117 (1990 \$11,105,460) were loaned to certain borrowers. The loans were secured by Government of Canada bonds, treasury bills and letters of credit issued by chartered banks with a net realizable value of approximately \$6,478,409 (1990 \$12,816,634). During the term of the loans, the Canadian Pooled Equities Fund retains the right to receive dividends on the securities loaned.

Note 6 Short-Term Debt

	1991		1990	
	Par Value	Book Value	Par Value	Book Value
Short-term promissory notes issued by:				
Alberta Provincial Corporation				
Loan Fund	<u>\$183,596,000</u>	<u>\$181,794,311</u>	<u>\$306,000,000</u>	<u>\$301,247,640</u>

Note 7 Investment Income

Interest earned on deposits of the Crop Reinsurance Fund of Alberta, the Livestock Identification and Brand Inspection Fund, the Long-Term Disability Benefit Fund - Management, Opted Out and Excluded, the Registrar's Assurance Fund, the Rural Electrification Revolving Fund, the Stray Animals Act Fund, the Students Loan Fund and the Utility Companies Income Tax Rebates Fund is credited directly to the General Revenue Fund and is not reflected in these summary financial statements.

Note 8 Accrued Disability and Pension Benefits

At March 31, 1991, the total estimated liability for accrued disability and pension benefits under the Long-Term Disability Income Continuance Plan Regulation and the Provincial Judges and Masters in Chambers Pension Plan Regulation exceeded the fund equities of the Long-Term Disability Benefit Fund - Bargaining Unit, the Long-Term Disability Benefit Fund - Management, Opted Out and Excluded and the Provincial Judges and Masters in Chambers Pension Fund. The Regulations provide that the Government is liable to pay all benefits not paid by the Funds.

Note 9 Administration Costs

The Funds are not charged with all the administration expenses incurred in their operation as these expenses are reflected in the program costs of the Departments or Provincial Corporations that administer the Funds.

Note 10 Commitments and Contingent Liabilities

At March 31, 1991, the Rural Electrification Revolving Fund had commitments totalling \$361,800 (1990 \$278,100) in respect of loans approved but not disbursed.

At March 31, 1991, unsettled claims amounting to approximately \$138,000,000 (1990 \$120,000,000) had been made against the Motor Vehicle Accident Claims Fund for personal and property damages under the Motor Vehicle Accident Claims Act. Based on past experience with regard to similar claims, it is expected that the final cost of these claims will total approximately \$28,660,000 (1990 \$25,600,000). The cost of these claims is charged to operations in the fiscal year that the legal settlement takes place.

At March 31, 1991 the maximum that may be claimed for medical expenses under section 20 of the Motor Vehicle Accident Claims Act is approximately \$16,065,000 (1990 \$16,000,000). The cost of these claims is charged to operations in the fiscal year that the medical expenses are incurred.

At March 31, 1991, the Province was named as defendant in various legal actions relating to insurance claims. The resulting loss, if any, from these claims and other potential claims payable by the Alberta Risk Management Fund cannot be determined.

Note 11 Comparative Figures

The 1990 figures have been restated where necessary to conform to the 1991 presentation.

Note 12 Approval of Summary Financial Statements.

These summary financial statements were approved by management.



SECTION 6

1990-91

PUBLIC ACCOUNTS

PROVINCIAL AGENCIES - FINANCIAL STATEMENTS

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PROVINCIAL AGENCIES - FINANCIAL STATEMENTS

Introduction:

Section 1(1)(l) of the Financial Administration Act defines a Provincial agency as a Provincial corporation or Provincial committee.

According to the definition in Section 1(1)(n) of the Financial Administration Act, a Provincial corporation "means

- (i) a corporation that is incorporated by or under an Act of the Legislature, other than a local or private Act, all or a majority of whose members or directors are appointed or designated, either by their personal names or by their names of office, by an Act of the Legislature or regulations under an Act of the Legislature, by an order of the Lieutenant Governor in Council or of a Minister of the Crown or by any combination thereof, or
- (ii) a corporation all of whose issued voting shares of every class are owned by the Crown or held in trust for the Crown or are partly owned by the Crown and partly held in trust for the Crown, or
- (iii) a corporation that is a subsidiary of a corporation referred to in subclause (i) or (ii) or that is controlled by a corporation referred to in subclause (i) or (ii) directly or indirectly through one or more intermediary corporations,

but does not include a new town or a housing authority incorporated under section 42 of the Alberta Mortgage and Housing Corporation Act, The Calgary General Hospital Board under The Calgary General Hospital Board Act or a board of a hospital district appointed by an order made under section 8 of the Hospitals Act."

Section 1(1)(m) of the Financial Administration Act defines a Provincial committee as "an unincorporated board, commission, council or other body that is not a department or part of a department, all or a majority of whose members are appointed or designated, either by their personal names or by their names of office, by an Act of the Legislature or regulations under an Act of the Legislature, by an order of the Lieutenant Governor in Council or of a Minister of the Crown or by any combination thereof."

All the Provincial agencies included in this section are Provincial corporations except the Alberta Multiculturalism Fund, the Calgary Area Hospital Advisory Council Fund and the Tourism Education Fund, which are Provincial committees.

The Provincial corporations included in this section are subsidized in some manner by the General Revenue Fund and are considered to complement a Government program. They are included in the consolidated financial statements after adjusting the accounts to a basis consistent with the accounting policies described in Note 1 to the consolidated financial statements in Section 1.

The large majority of Provincial committees do not operate funds. They are financed and accounted for as departmental expenditure under a supply vote. Included in this section are those committees that operate funds. They are also included in the consolidated financial statements.

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Income and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Farm Loan Incentives and Operating Expenses

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Agricultural Development Corporation

I have audited the balance sheet of the Alberta Agricultural Development Corporation as at March 31, 1991 and the statements of income and deficit, and changes in financial position for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 17, 1991

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1991
(thousands of dollars)

	1991	1990
ASSETS		
Cash	\$ 15,248	\$ 14,250
Accounts receivable	1,164	188
Guarantee implementations receivable (Note 4)	845	600
Loans and accrued interest receivable (Note 5)	934,952	912,922
Property held for sale (Note 6)	14,474	18,760
Other assets (Note 7)	250	2,250
Fixed assets (Note 8)	1,337	1,730
	<u>\$ 968,270</u>	<u>\$ 950,700</u>
LIABILITIES AND DEFICIT		
Liabilities:		
Accounts payable, Province of Alberta	\$ 16,671	\$ 17,588
Accounts payable, other	873	488
Guarantees payable	331	502
Allowance for losses on loan guarantees (Note 9)	1,973	2,651
Accrued incentives	4,888	4,736
Debentures payable (Note 11)	1,003,326	999,188
	1,028,062	1,025,153
Deficit (Note 3)	(59,792)	(74,453)
	<u>\$ 968,270</u>	<u>\$ 950,700</u>

APPROVED BY THE BOARD:

H. P. Thornton, Director

J. M. Pimm, Director

The accompanying notes are part
of these financial statements.

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
STATEMENT OF INCOME AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	1991	1990
Revenue:		
Interest income	\$ 83,838	\$ 83,889
Expenses:		
Interest expense on debentures	102,867	108,121
Farm loan incentives, Schedule I	9,758	10,222
Operating, Schedule I	11,533	10,609
Provision for doubtful accounts and for losses on realization of assets (Note 9)	22,701	26,189
	146,859	155,141
Operating loss	63,021	71,252
Contribution by the Province of Alberta (Note 3)	77,682	94,315
Net income for the year	14,661	23,063
Deficit at beginning of year	(74,453)	(97,516)
Deficit at end of year (Note 3)	<u>\$ (59,792)</u>	<u>\$ (74,453)</u>

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
Operating activities:		
Operating loss	\$(63,021)	\$(71,252)
Items not affecting cash:		
Depreciation	763	692
Provision for doubtful accounts and for losses on realization of assets	22,701	26,189
	<u>(39,557)</u>	<u>(44,371)</u>
Proceeds from sale of properties and repayments of loans receivable	54,853	54,203
Loan disbursements	(90,842)	(82,665)
Claims paid to lenders on guaranteed loans	(1,957)	(2,733)
Investment in preferred shares	(500)	(1,000)
Net additions to fixed assets	(372)	(439)
Other	(2,447)	(1,487)
	<u>(80,822)</u>	<u>(78,492)</u>
Financing activities:		
Proceeds from issue of debentures	40,000	—
Contribution by Province of Alberta	77,682	94,315
Repayment of principal on debentures	(35,862)	(34,192)
	<u>81,820</u>	<u>60,123</u>
Increase (decrease) in cash for the year	998	(18,369)
Cash at beginning of year	14,250	32,619
Cash at end of year	<u>\$ 15,248</u>	<u>\$ 14,250</u>

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Agricultural Development Corporation operates under the authority of the Agricultural Development Act, Chapter A-7, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that interest income is accrued on certain loans receivable that are significantly in arrears. Interest income recognized on these loans is offset by a corresponding increase in the provision for doubtful accounts and, accordingly, the Corporation's income and deficit are fairly stated. This reporting practice has been adopted because, at present, the variety and complexity of the Corporation's programs preclude, with existing resources, the removal of the interest that has been recognized on these loans from interest income.

Other significant accounting policies and reporting practices are as follows:

(a) Fixed Assets and Depreciation

Fixed assets are recorded at cost. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

Office equipment	- 10 years
Electronic data processing systems	- 5 years

(b) Property Held for Sale

Property held for sale is recorded at the lower of cost and estimated net realizable value. Cost is comprised of the balance of the loan at the date on which the Corporation obtains title to the property plus subsequent disbursements related to the property less any revenues or lease payments received and any related allowance for losses on realization.

(c) Application and Loan Fees

Application and loan fees are recorded as income when the applications and loans are approved.

(d) Provision for Losses on Loans and Guarantees

Provisions are established for specifically identified probable losses on loans and guarantees as well as for anticipated but not specifically identified losses. A specific provision is established on a loan by loan basis whereas a general provision is based on historical experience and is intended to cover losses on loans and guarantees which have not yet been specifically identified.

(e) Indexed Deferral Plan

The Indexed Deferral Plan allows for certain portions of loan balances to be deferred with repayment terms based on commodity price indices. In years where the current commodity index is greater than the 10 year average index, a portion of the deferred balance will be payable. Interest is not charged on amounts deferred under this Plan.

Note 3 Financial Structure

(a) The Corporation's loans are funded through the issue of debentures to the Alberta Heritage Savings Trust Fund. The Corporation's operations are funded by contributions from the General Revenue Fund of the Province of Alberta. The General Revenue Fund provides funding for the provision for doubtful accounts and for losses on realization of assets to the extent of budgeted cash requirements. At March 31, 1991, the deficit of \$59,792,000 (1990 \$74,453,000) is substantially the result of provisions which are not yet funded.

(b) Certain office accommodation and field support costs are provided by the Province of Alberta and accordingly these costs are not reflected in these financial statements.

Note 4 Guarantee Implementations Receivable

Guarantee implementations receivable are of a demand nature and consist of payments made to financial institutions for loans made by them under the Corporation's guarantee which have subsequently gone into default.

	1991	1990
	(thousands of dollars)	
Guarantee implementations receivable	\$5,634	\$5,425
Less: Allowance for doubtful accounts (Note 9)	4,789	4,825
	<u>\$ 845</u>	<u>\$ 600</u>

Note 5 Loans and Accrued Interest Receivable

Loans are secured by agreements for sale and by mortgages. Assuming that options to renew will be exercised when applicable, loans are repayable in instalments due as follows:

	1991	1990
	(thousands of dollars)	
Arrears of principal and interest to the payment date	\$ 27,892	\$ 27,993
Prepaid balances	(8,947)	(11,678)
Principal due in		
1 year	34,720	32,060
2 years	36,855	32,906
3 years	39,085	34,909
4 years	41,373	37,001
5 years	43,366	39,136
6 - 10 years	244,208	225,070
Over 10 years	454,488	476,226
Amounts deferred under the Indexed Deferral Plan (Note 2)	38,931	40,226
	<u>951,971</u>	<u>933,849</u>
Plus: Accrued interest	39,459	38,925
	<u>991,430</u>	<u>972,774</u>
Less: Allowance for doubtful accounts (Note 9)	56,478	59,852
	<u>\$934,952</u>	<u>\$912,922</u>

Principal outstanding includes loans related to the Disaster Assistance Program amounting to \$10,337,000 which are non-interest bearing for a two or five year period and for which no principal payments are due for a two year period. The Corporation is being reimbursed by Public Safety Services for the cost of making and carrying these loans.

Note 6 Property Held For Sale

Properties have been acquired as a result of foreclosures, quit claims and other actions and consist mainly of land.

	1991	1990
	(thousands of dollars)	
Cost of properties	\$35,789	\$51,145
Allowance for losses on realization (Note 9)	21,315	32,385
Estimated net realizable value	<u>\$14,474</u>	<u>\$18,760</u>

Note 7 Other Assets

	1991	1990
	(thousands of dollars)	
Unlisted preferred shares acquired as a result of security action	\$15,100	\$14,600
Less: Allowance for losses on realization (Note 9)	14,850	12,350
	<u>\$ 250</u>	<u>\$ 2,250</u>

Note 8 Fixed Assets

Fixed assets consist of the following:

	Cost	Accumulated Depreciation	Net Book Value	
			1991	1990
	(thousands of dollars)			
Office equipment	\$ 279	\$ 185	\$ 94	\$ 114
Electronic data processing systems	<u>4,064</u>	<u>2,821</u>	<u>1,243</u>	<u>1,616</u>
	<u>\$4,343</u>	<u>\$3,006</u>	<u>\$1,337</u>	<u>\$1,730</u>

Note 9 Allowance for Doubtful Accounts and for Losses on Realization of Assets

	Loans	Guarantee Implementations	Property for Sale	Other Assets	Loan Guarantees	Total
	(thousands of dollars)					
Allowance at beginning of year	\$ 59,852	\$ 4,825	\$ 32,385	\$ 12,350	\$ 2,651	\$ 112,063
Transfers to property for sale	(15,960)	—	15,960	—	—	—
Provision	16,800	1,184	2,895	2,500	(678)	22,701
Write offs	(4,214)	(1,220)	(29,925)	—	—	(35,359)
Allowance at end of year	<u>\$ 56,478</u>	<u>\$ 4,789</u>	<u>\$ 21,315</u>	<u>\$ 14,850</u>	<u>\$ 1,973</u>	<u>\$ 99,405</u>

Note 10 Lambco

Pursuant to an agreement between Lamb Processors Co-op Ltd. (Lambco), the Province of Alberta and the Corporation, the Corporation acquired the net assets and business of Lambco. The Corporation has since provided operating advances to Lambco in accordance with the agreement, all of which have been repaid. On disposal of Lambco, any disposal proceeds in excess of any operating advances to Lambco will be payable to the Province, and therefore the financial statements of Lambco are not consolidated in the financial statements of the Corporation.

Subsequent to the year end, Lambco was sold. The disposal proceeds are in excess of any operating advances to Lambco and this excess will be repaid to the Province.

Note 11 Debentures Payable

Debentures payable to the Province of Alberta are as follows:

			March 31	
			<u>Principal Outstanding</u>	
<u>Series</u>	<u>Year of Maturity</u>	<u>Weighted Average Interest Rate</u>	<u>1991</u>	<u>1990</u>
(thousands of dollars)				
A	2004	9.94%	\$ 108,080	\$114,480
B	2004 - 2005	10.53	28,400	30,000
C	2005	11.33	60,000	62,400
D	2006	10.49	114,900	119,400
E	2006 - 2007	9.89	158,040	164,040
F	2007 - 2009	10.94	227,400	235,650
G	2009 - 2010	10.22	84,390	87,300
H	2010 - 2011	10.91	98,100	100,280
I	2012 - 2013	10.76	38,540	39,360
J	2009	10.83	45,476	46,278
K	2011	10.37	40,000	—
			<u>\$1,003,326</u>	<u>\$999,188</u>

The interest rates on debentures are fixed for five year periods and repayments are by annual principal instalments over the life of the debentures.

Principal repayments due in each of the next five years are as follows:

Year ending March 31, 1992	\$39,191
1993	41,479
1994	43,955
1995	47,092
1996	48,912

Note 12 Contingencies and Commitments

The Corporation has the following contingencies and commitments:

	<u>1991</u>	<u>1990</u>
	(thousands of dollars)	
Loan guarantees and other contingencies	\$47,677	\$49,053
Less: Allowance for losses on loan guarantees (Note 9)	<u>1,973</u>	<u>2,651</u>
	<u>\$45,704</u>	<u>\$46,402</u>
Estimated farm loan incentives over the next five years on existing loans	\$26,626	\$26,373
Approved, undisbursed loans	<u>43,824</u>	<u>17,082</u>
Total commitments	<u>\$70,450</u>	<u>\$43,455</u>

The Province of Alberta indemnifies the Corporation for any losses which might be incurred on loan guarantees.

Note 13 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Schedule 1

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
SCHEDULE OF FARM LOAN INCENTIVES AND OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
FARM LOAN INCENTIVES		
Beginning farmer program	\$ 9,212	\$ 9,687
Alberta farm development loan programs:		
Range and soil improvement program	289	338
Sheep producers incentive program	157	133
Vegetable and potato storage program	80	30
Other	<u>20</u>	<u>34</u>
	<u>\$ 9,758</u>	<u>\$10,222</u>
OPERATING EXPENSES		
Salaries and wages	\$ 7,474	\$ 7,028
Employee benefits	1,020	927
Depreciation	763	692
Travel	656	664
Data processing	527	437
Legal	169	98
Equipment rental and repair	139	155
Stationery and office supplies	134	130
Professional fees	133	16
Directors' fees	128	143
Telecommunications	120	117
Postage, freight and express	73	59
Meetings and conferences	67	37
Printing and binding	58	41
Advertising	48	30
Equipment purchases	<u>24</u>	<u>35</u>
	<u>\$11,533</u>	<u>\$10,609</u>

ALBERTA AGRICULTURAL RESEARCH INSTITUTE
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Board of the
Alberta Agricultural Research Institute

I have audited the balance sheet of the Alberta Agricultural Research Institute as at March 31, 1991 and the statement of revenue, expenditure and unexpended funds for the year then ended. These financial statements are the responsibility of the Institute's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Institute as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 9, 1991

ALBERTA AGRICULTURAL RESEARCH INSTITUTE
BALANCE SHEET
AS AT MARCH 31, 1991

ASSETS	<u>1991</u>	<u>1990</u>
Cash	\$2,498,893	\$1,504,926
Accounts receivable:		
Due from Government of Canada	722,854	717,389
Due from Province of Alberta	14,295	—
	<u>\$3,236,042</u>	<u>\$2,222,315</u>
LIABILITIES AND UNEXPENDED FUNDS		
Accounts payable and unearned revenue	\$1,962,007	\$1,326,259
Unexpended funds	1,274,035	896,056
	<u>\$3,236,042</u>	<u>\$2,222,315</u>
The accompanying notes are part of these financial statements.		

ALBERTA AGRICULTURAL RESEARCH INSTITUTE
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1991

REVENUE	<u>1991</u>	<u>1990</u>
Contributions from the General Revenue Fund (Note 4)	\$1,000,000	\$ —
Contributions from the Government of Canada (Note 5):		
Western Diversification Program	1,000,000	1,000,000
Solar Energy Research and Development Program	338	67,232
Canada/Alberta Soil Conservation Initiative	375,000	—
Interest	273,474	215,988
Contributions from industry	142,288	47,691
Administration fees on contracted research	4,102	4,970
Grant from the Alberta Heritage Savings Trust Fund	682	12,833
	<u>2,795,884</u>	<u>1,348,714</u>
EXPENDITURE		
Research grants	1,908,083	1,200,969
Administered awards	192,757	196,500
Administration expenses	173,757	121,750
Industry sponsored research (Note 6)	142,288	47,691
Farming for the Future program conference costs	682	12,833
Solar Energy Research and Development Program (Note 6)	338	67,232
	<u>2,417,905</u>	<u>1,646,975</u>
Excess (deficiency) of revenue over expenditure	377,979	(298,261)
Unexpended funds at beginning of year before restatement	896,056	1,649,212
Adjustment for research grants and administered awards (Note 3)	—	(454,895)
Unexpended funds at beginning of year after restatement	896,056	1,194,317
Unexpended funds at end of year	<u>\$1,274,035</u>	<u>\$ 896,056</u>

**ALBERTA AGRICULTURAL RESEARCH INSTITUTE
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Agricultural Research Institute operates as a provincial corporation under the authority of the Alberta Agricultural Research Institute Act, Chapter A-13.7, 1987, Statutes of Alberta 1987 as amended.

Note 2 Significant Accounting Policies**Research Grants**

Research grants are recorded when approved for payment by the Board of Directors.

Unexpended balances of grant funds held in researchers' accounts are not reflected in these financial statements.

Contributions from Industry

Contributions from industry represent cash donations to the Institute for specific research projects and do not include donations in-kind.

Administration Expenses

Certain salaries and other overhead costs, as well as accommodation costs incurred in the administration of the Institute, are borne by the General Revenue Fund and are not reflected in these financial statements.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Change in Accounting Policy for Research Grants and Administered Awards

The Institute has changed the way that it accounts for research grants and administered awards. Under the new policy, research grants and awards are accounted for as expenditure when the grant application is approved by the Institute's Board of Directors. Previously, these grants and awards were not accounted for as expenditure until the researcher indicated willingness to accept the conditions imposed by the grant agreement.

This change in accounting policy has been applied retroactively, which necessitated the following restatements of the 1990 comparative figures.

	Previously Reported	Adjustment	As Restated
Accounts payable and unearned revenue	\$ 496,852	\$ 829,407	\$1,326,259
Unexpended funds	\$1,725,463	\$(829,407)	\$ 896,056
Research grants and administered awards	\$1,022,957	\$ 374,512	\$1,397,469
Excess (deficiency) of revenue over expenditure	\$ 76,251	\$(374,512)	\$ (298,261)

If the Institute had continued to account for research grants and awards under its previous policy, unexpended funds at March 31, 1991 would have been \$2,944,028, and the excess of revenue over expenditure for the year then ended would have been \$1,218,565.

Note 4 Contributions from the General Revenue Fund

Contributions from the General Revenue Fund are subject to the approval of annual appropriations. The Institute may be required to refund unexpended portions of contributions held at the end of a fiscal year.

Note 5 Contributions from the Government of Canada

Contributions from the Government of Canada are subject to the approval of annual appropriations. Pursuant to an agreement between the Government of Canada's Department of Western Economic Diversification, the Government of Alberta, and the Alberta Agricultural Research Institute, Canada agreed to make non-repayable contributions to the Institute for agricultural research activities totalling \$4,000,000. The following contributions have yet to be received:

1991-92	\$1,000,000
1992-93	450,000

Note 6 Sponsored Research

Specific research projects are carried out in co-operation with Alberta Agriculture researchers for industry and other Government sponsors.

Note 7 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA DAIRY CONTROL BOARD
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Retained Earnings
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Dairy Control Board

I have audited the balance sheet of the Alberta Dairy Control Board as at March 31, 1991 and the statement of revenue, expenditure and retained earnings for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 13, 1991

**ALBERTA DAIRY CONTROL BOARD
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Operating:		
Current:		
Cash	\$1,300,903	\$1,218,475
Due from processors and producers (Note 3)	565,892	469,299
Prepaid expenses	753	—
	<u>1,867,548</u>	<u>1,687,774</u>
Capital assets (Note 4)	33,438	—
Trust: (Note 5)		
Cash	345,287	858,488
Due from processors and producers (Note 3)	1,243,366	1,089,096
	<u>1,588,653</u>	<u>1,947,584</u>
	<u>\$3,489,639</u>	<u>\$3,635,358</u>
LIABILITIES AND RETAINED EARNINGS		
Operating:		
Due to processors and producers (Note 6)	\$ 825,470	\$ 667,310
Due to Province of Alberta	67,858	55,378
	<u>893,328</u>	<u>722,688</u>
Retained earnings	993,338	965,086
Quota exchange reserve (Note 7)	14,320	—
	<u>1,900,986</u>	<u>1,687,774</u>
Trust liabilities (Note 5)	1,588,653	1,947,584
	<u>\$3,489,639</u>	<u>\$3,635,358</u>
The accompanying notes are part of these financial statements.		

**ALBERTA DAIRY CONTROL BOARD
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Assessments:		
Fluid milk quota	\$279,567	\$276,980
Market share quota	232,047	225,137
Quota exchange transfers	14,320	—
Service charges	1,932	7,698
	<u>527,866</u>	<u>509,815</u>
EXPENDITURE		
Administration: (Note 8)		
Salaries and employee benefits	333,565	311,924
Travel	58,176	39,510
Data processing	26,045	20,214
General office	22,143	22,050
Board fees	10,485	8,032
Amortization	724	—
	<u>451,138</u>	<u>401,730</u>
Grants	34,156	31,776
Data processing equipment and software	—	5,000
	<u>485,294</u>	<u>438,506</u>
Excess of revenue over expenditure for the year	42,572	71,309
Appropriation to quota exchange reserve	14,320	—
	<u>28,252</u>	<u>71,309</u>
Retained earnings at beginning of year	965,086	893,777
Retained earnings at end of year	<u>\$993,338</u>	<u>\$965,086</u>

ALBERTA DAIRY CONTROL BOARD
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Dairy Control Board operates under the authority of the Dairy Board Act, Chapter D-1, Revised Statutes of Alberta 1980, as amended.

Note 2 Accounting Policies**Amortization**

Capital assets are amortized on a straight-line basis at the following annual rates:

Office furniture and equipment	3 years
Software	5 years

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Due from Processors and Producers

Amounts due from processors and producers consist of the following:

	<u>1991</u>	<u>1990</u>
Operating:		
Price equalization	\$503,895	\$417,652
Fluid milk quota assessments	23,824	25,157
Market share quota assessments	18,667	19,349
Other	19,506	7,141
	<u>\$565,892</u>	<u>\$469,299</u>
Trust:		
Canadian Dairy Commission	\$ 921,090	\$ 792,474
Alberta Milk Producers Society	297,576	276,512
Dairy Nutrition Council of Alberta	24,700	20,110
	<u>\$1,243,366</u>	<u>\$1,089,096</u>

Note 4 Capital Assets

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net</u>
Office furniture and equipment	\$ 4,347	\$724	\$ 3,623
Software development	29,815	—	29,815
	<u>\$34,162</u>	<u>\$724</u>	<u>\$33,438</u>

Note 5 Trust

Under the National Milk Marketing Plan, the Board collects levies from processors on behalf of producers and forwards the levies to the Canadian Dairy Commission (CDC). A portion of the levies collected can be refunded to producers under certain conditions.

The Board has an agreement to collect levies for milk promotion and education on behalf of the Dairy Nutrition Council of Alberta (DNCA) and the Alberta Milk Producers Society (AMPS).

	<u>CDC</u>	<u>AMPS</u>	<u>DNCA</u>	<u>Total</u>
Trust liabilities at beginning of year	\$ 1,650,002	\$ 277,406	\$ 20,176	\$ 1,947,584
Add: 1990-91 levies received	14,590,222	3,229,119	224,695	18,044,036
Levies receivable	921,090	297,576	24,700	1,243,366
	<u>17,161,314</u>	<u>3,804,101</u>	<u>269,571</u>	<u>21,234,986</u>
Less: Levies paid out	15,895,035	3,506,525	244,773	19,646,333
Trust liabilities at end of year	<u>\$ 1,266,279</u>	<u>\$ 297,576</u>	<u>\$ 24,798</u>	<u>\$ 1,588,653</u>

Note 6 Due to Processors and Producers

Amounts due to processors and producers consist of the following:

	<u>1991</u>	<u>1990</u>
Operating:		
Price equalization	\$537,390	\$437,978
Quota exchange	284,230	227,276
Other	3,850	2,056
	<u>\$825,470</u>	<u>\$667,310</u>

Note 7 Quota Exchange Reserve

The Quota Exchange Reserve represents surpluses occurring on transfers of quotas and will be used to cover any future transaction deficiencies.

Note 8 Administration Costs

Accommodation, office furniture, certain office equipment and certain administrative service costs are borne by the General Revenue Fund and are not reflected in these financial statements. In addition, 25% of all other administration costs of \$602,483 (1990 \$535,640) and software development of \$39,753 (1990 nil) are borne by the General Revenue Fund and are also not reflected in these financial statements.

Note 9 Interest on Cash Deposits and Licence Fee Income

Interest from cash deposits in the Consolidated Cash Investment Trust Fund and licence fee income have been credited directly to the General Revenue Fund of the Province of Alberta.

Note 10 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA HAIL AND CROP INSURANCE CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report

Balance Sheet

Statement of Revenue, Expenditure and Contributions - Crop Insurance

Statement of Revenue, Expenditure and Reserve - Hail Insurance

Statement of Revenue, Expenditure and Contributions - Revenue Protection Insurance

Notes to the Financial Statements

Schedule of Administration Expenses - Crop Insurance

Schedule of Administration Expenses - Hail Insurance

Schedule of Administration Expenses - Revenue Protection Insurance

Schedule of Trust Assets and Liabilities

Schedule of Trust Revenue, Expenditure and Unexpended Funds

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Hail and Crop Insurance Corporation

I have audited the balance sheet of the Alberta Hail and Crop Insurance Corporation as at March 31, 1991 and the statements of revenue, expenditure and contributions - crop insurance, revenue, expenditure and reserve - hail insurance and revenue, expenditure and contributions - revenue protection insurance for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 27, 1991

PROVINCIAL AGENCIES

ALBERTA HAIL AND CROP INSURANCE CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
General		
Current:		
Cash	\$ 827,113	\$ 3,581,341
Short-term investments (Note 4)	25,806,651	8,171,039
Accounts receivable	4,381,314	3,269,875
Accrued interest receivable	1,816,156	176,501
Due from Crop Reinsurance Fund of Alberta	14,264,819	38,765,291
Due from Government of Canada	44,467,845	88,813,656
Due from trust, Schedule 4	148,051	131,173
	<u>91,711,949</u>	<u>142,908,876</u>
Long-term investments (Note 4)	31,960,096	5,162,574
Capital assets	1,883,127	1,604,819
	<u>125,555,172</u>	<u>149,676,269</u>
Trust, Schedule 4	1,099,457	2,821,347
	<u>\$126,654,629</u>	<u>\$152,497,616</u>
LIABILITIES		
General		
Current:		
Accounts payable	\$ 575,694	\$ 150,655
Salaries and commissions payable	574,863	410,212
Estimated indemnities payable	721,000	2,282,505
Premium rebates payable	—	1,352,910
Due to Crop Reinsurance Fund of Canada for Alberta	23,203,804	1,139,320
Due to Western Grain Stabilization Fund	6,658	796,761
Due to Province of Alberta	64,054,534	114,969,434
	<u>89,136,553</u>	<u>121,101,797</u>
Equity in capital assets	1,883,127	1,604,819
Hail insurance reserve	34,535,492	26,969,653
	<u>125,555,172</u>	<u>149,676,269</u>
Trust, Schedule 4	1,099,457	2,821,347
	<u>\$126,654,629</u>	<u>\$152,497,616</u>

The accompanying notes are part
of these financial statements.

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND
CONTRIBUTIONS - CROP INSURANCE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
REVENUE		
Premiums charged to insured persons	\$ 75,361,116	\$ 83,490,818
Province of Alberta premium contributions (Note 6)	<u>3,739,623</u>	<u>7,350,982</u>
	79,100,739	90,841,800
Government of Canada contributions (Note 3(i))	38,673,006	88,813,656
Province of Alberta contributions (Note 3(i))	<u>38,673,006</u>	<u>—</u>
	156,446,751	179,655,456
Less amounts ceded (Note 3(ii)):		
Crop Reinsurance Fund of Canada for Alberta	23,203,804	26,644,097
Crop Reinsurance Fund of Alberta	<u>23,203,804</u>	<u>26,644,097</u>
	46,407,608	53,288,194
	110,039,143	126,367,262
Investment income	<u>1,728,536</u>	<u>1,449,309</u>
	<u>111,767,679</u>	<u>127,816,571</u>
EXPENDITURE		
Indemnities	110,471,011	188,934,345
Administration expenses, Schedule I	<u>11,068,078</u>	<u>10,399,922</u>
	121,539,089	199,334,267
Excess of expenditure over revenue for the year	<u>\$ 9,771,410</u>	<u>\$ 71,517,696</u>
CONTRIBUTIONS		
Reinsurance funds (Note 3(iii), (iv))	\$ (1,296,668)	\$ 61,117,774
Administration expenses recovered from the Province of Alberta (Note 3(v))	5,534,039	10,399,922
Administration expenses recovered from the Government of Canada (Note 3(v))	<u>5,534,039</u>	<u>—</u>
	<u>\$ 9,771,410</u>	<u>\$ 71,517,696</u>

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND
RESERVE - HAIL INSURANCE
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
REVENUE		
Premiums charged	\$12,983,092	\$16,617,863
Deduct:		
Reinsurance costs	167,000	197,269
Cash discounts allowed	209,487	318,453
Premium rebates	4,268,648	1,359,024
	<u>4,645,135</u>	<u>1,874,746</u>
Premiums, net	8,337,957	14,743,117
Investment income	4,001,484	3,048,473
	<u>12,339,441</u>	<u>17,791,590</u>
EXPENDITURE		
Indemnities	2,586,020	16,177,050
Administration expenses, Schedule 2	2,187,582	2,175,501
	<u>4,773,602</u>	<u>18,352,551</u>
Surplus (deficit) for the year	7,565,839	(560,961)
Reserve at beginning of year	26,969,653	27,530,614
Reserve at end of year	<u>\$34,535,492</u>	<u>\$26,969,653</u>
Reserve consists of:		
Appropriated for purchase of a building	\$ 3,000,000	\$ —
Unappropriated	31,535,492	26,969,653
	<u>\$34,535,492</u>	<u>\$26,969,653</u>

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND
CONTRIBUTIONS - REVENUE PROTECTION INSURANCE
FOR THE YEAR ENDED MARCH 31, 1991

EXPENDITURE	
Administration expenses, Schedule 3	\$521,600
Excess of expenditure over revenue for the year	<u>\$521,600</u>
CONTRIBUTIONS	
Administration expenses recovered from the Province of Alberta	\$260,800
Administration expenses recovered from the Government of Canada	260,800
	<u>\$521,600</u>

ALBERTA HAIL AND CROP INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Hail and Crop Insurance Corporation operates under the authority of the Hail and Crop Insurance Act, Chapter H-1, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except that no amortization has been provided on capital assets as purchases are charged to operations in the year of acquisition. Capital assets are shown on the balance sheet at cost with a corresponding credit shown as equity in capital assets.

(ii) Other significant accounting policies are as follows:

(a) Crop Insurance

Contributions by the Government of Canada and Province of Alberta matching crop insurance premiums collected are included as income of the year the premiums are received. Amounts ceded to or recovered from the Crop Reinsurance Fund of Canada for Alberta and the Crop Reinsurance Fund of Alberta are included as deductions from revenue or expenditure of the year the requirement to cede or the entitlement to recover arises.

(b) Trust

The Corporation administers various agriculture-related programs of the Province of Alberta or of the Province of Alberta and the Government of Canada in addition to the Hail Insurance program, the Crop Insurance program and the Revenue Protection Insurance program. These are regarded as incidental to the main business of the Corporation, are grouped under the heading 'Trust', and are summarized on Schedules 4 and 5.

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Crop Insurance Program Agreement

Under an agreement between the Province of Alberta and the Government of Canada:

- (i) the Government of Canada and the Province of Alberta each contribute amounts representing 50% of the crop insurance premiums collected from insured persons. (For 1990, the Government of Canada contributed an amount representing 100% of the crop insurance premiums collected from insured persons.);
- (ii) payments are made to the Crop Reinsurance Fund of Alberta and the Crop Reinsurance Fund of Canada for Alberta based on crop insurance premiums collected plus the matching amount received or receivable from the Government of Canada and the Province of Alberta;
- (iii) crop indemnities in excess of crop insurance reserves are drawn from the Crop Reinsurance Fund of Alberta and the Crop Reinsurance Fund of Canada for Alberta, in accordance with a formula set out in the agreement for dividing any such excess between the Province of Alberta and the Government of Canada;
- (iv) any crop insurance reserve for a fiscal year is allocated to the Crop Reinsurance Fund of Alberta and the Crop Reinsurance Fund of Canada for Alberta, in accordance with a formula set out in the agreement for dividing any such excess between the Province of Alberta and the Government of Canada; and
- (v) the Government of Canada and the Province of Alberta each contribute amounts representing 50% of the administrative costs. (For 1990, the Province of Alberta contributed an amount representing 100% of administration costs.)

Note 4 Investments

Investments are recorded at amortized cost and are summarized as follows:

	1991		1990	
	Short-term	Long-term	Short-term	Long-term
Bonds and debentures:				
Government of Canada, direct and guaranteed	\$ 7,894,971	\$15,558,864	\$1,995,907	\$1,913,501
Provincial, direct and guaranteed	—	14,401,232	175,132	3,249,073
Guaranteed investment certificates, term deposits and treasury bills	17,911,680	2,000,000	6,000,000	—
	<u>\$25,806,651</u>	<u>\$31,960,096</u>	<u>\$8,171,039</u>	<u>\$5,162,574</u>
Approximate market value at March 31	<u>\$26,624,810</u>	<u>\$32,448,205</u>	<u>\$8,171,039</u>	<u>\$4,999,510</u>

Note 5 Reinsurance Funds

The balances in these funds, as at March 31, are as follows:

	Reinsurance Fund of Alberta		Reinsurance Fund of Canada for Alberta	
	1991	1990	1991	1990
Opening surplus (deficit)	\$(38,765,291)	\$(29,796,391)	\$(22,376,598)	\$(23,515,918)
Current year contributions	23,203,804	26,644,097	23,203,804	26,644,097
	<u>(15,561,487)</u>	<u>(3,152,294)</u>	<u>827,206</u>	<u>3,128,179</u>
Transfers from (to) the Corporation	1,296,668	(35,612,997)	—	(25,504,777)
Closing surplus (deficit)	<u>\$(14,264,819)</u>	<u>\$(38,765,291)</u>	<u>\$ 827,206</u>	<u>\$(22,376,598)</u>

Note 6 Province of Alberta Premium Contributions

In accordance with Crop Insurance Regulations proclaimed pursuant to the Hail and Crop Insurance Act, the Province of Alberta pays the insured person's portion of premium costs in excess of a stipulated percentage of the dollar coverage on grain and oilseed crops.

Note 7 Administration Expenses

Certain administration expenses are common to the crop insurance and hail insurance programs and have been allocated to each on the basis of the number of insurance contracts processed in the year.

Note 8 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES - CROP INSURANCE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Salaries and employee benefits	\$ 4,563,499	\$ 4,377,027
Adjusters' wages and expenses	3,579,195	3,368,036
Office rental costs	500,220	224,597
Data processing	387,672	334,708
Printing, stationery and office supplies	354,894	294,268
Advertising	308,091	368,169
Collection commissions and expenses	269,120	207,727
Postage and freight	187,321	173,348
Acquisition of capital assets	187,271	343,238
Research	163,591	29,072
Travel and automobile expenses	128,127	131,289
Directors' fees and expenses	112,722	121,788
Grain grading costs	79,682	58,027
Fieldmen's wages and expenses	69,644	194,307
Audit, legal and consulting	69,437	94,209
Telephone	59,011	55,505
Miscellaneous	48,581	24,607
	<u>\$11,068,078</u>	<u>\$10,399,922</u>

Schedule 2

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES - HAIL INSURANCE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Agents' commissions	\$ 899,906	\$1,183,753
Salaries and employee benefits	755,283	410,936
Advertising	93,486	93,536
Adjusters' wages and expenses	93,255	223,914
Data processing	66,748	55,993
Office rental costs	66,461	—
Printing, stationery and office supplies	54,649	40,008
Postage and freight	31,953	26,696
Acquisition of capital assets	31,360	44,283
Collection commissions and expenses	30,600	23,656
Directors' fees and expenses	19,892	23,198
Travel and automobile expenses	17,678	16,664
Audit, legal and consulting	10,342	13,830
Telephone	7,899	3,075
Miscellaneous	8,070	15,959
	<u>\$2,187,582</u>	<u>\$2,175,501</u>

Schedule 3

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES - REVENUE
PROTECTION INSURANCE
FOR THE YEAR ENDED MARCH 31, 1991

Salaries and employee benefits	\$211,041
Acquisition of capital assets	162,755
Office rental costs	61,935
Travel and automobile expenses	33,331
Advertising	26,302
Printing, stationery and office supplies	13,427
Legal and consulting fees	6,604
Data processing	3,350
Adjusters' wages and expenses	675
Miscellaneous	2,180
	<u>\$521,600</u>

Schedule 4

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF TRUST ASSETS AND LIABILITIES
AS AT MARCH 31, 1991

	Wildlife Damage Fund	Alberta Crop Insurance Coverage Restoration Program	South/East Alberta Disaster Program	North/West Alberta Disaster Program	Greenfeed Program	1991	Total 1990
ASSETS							
Cash	\$ 55,623	\$ —	\$ —	\$ —	\$ —	\$ 55,623	\$ 64,508
Claim overpayments recoverable	—	—	—	—	—	—	3,707
Interest receivable	866	—	—	—	—	866	206
Due from Province of Alberta	945,945	—	68,762	28,261	—	1,042,968	2,752,926
	<u>\$1,002,434</u>	<u>\$ —</u>	<u>\$68,762</u>	<u>\$28,261</u>	<u>\$ —</u>	<u>\$1,099,457</u>	<u>\$2,821,347</u>
LIABILITIES							
Accounts payable	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,124
Estimated claims payable	940,656	—	—	—	—	940,656	2,652,982
Due to (from) general	61,778	—	68,762	28,261	(10,750)	148,051	131,173
Unexpended funds	—	—	—	—	10,750	10,750	36,068
	<u>\$1,002,434</u>	<u>\$ —</u>	<u>\$68,762</u>	<u>\$28,261</u>	<u>\$ —</u>	<u>\$1,099,457</u>	<u>\$2,821,347</u>

Schedule 5

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF TRUST REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1991

	Wildlife Damage Fund	Alberta Crop Insurance Coverage Restoration Program	South/East Alberta Disaster Program	North/West Alberta Disaster Program	Greenfeed Program	1991	Total 1990
REVENUE							
Contributions from the Province of Alberta	\$1,321,918	\$ —	\$68,762	\$397,606	\$ —	\$1,788,286	\$3,159,215
Interest income	24,872	—	—	—	—	24,872	30,114
	<u>1,346,790</u>	<u>—</u>	<u>68,762</u>	<u>397,606</u>	<u>—</u>	<u>1,813,158</u>	<u>3,189,329</u>
EXPENDITURES							
Claims	1,232,728	5,624	—	—	132	1,238,484	2,892,257
Administration expenses	114,062	—	68,762	397,606	—	580,430	177,417
	<u>1,346,790</u>	<u>5,624</u>	<u>68,762</u>	<u>397,606</u>	<u>132</u>	<u>1,818,914</u>	<u>3,069,674</u>
Excess (deficiency) of revenue over expenditures	—	(5,624)	—	—	(132)	(5,756)	119,655
Unexpended funds at beginning of year	—	25,186	—	—	10,882	36,068	(83,587)
	<u>—</u>	<u>19,562</u>	<u>—</u>	<u>—</u>	<u>10,750</u>	<u>30,312</u>	<u>36,068</u>
Funds returned to Province of Alberta	—	19,562	—	—	—	19,562	—
Unexpended funds at end of year	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$10,750</u>	<u>\$ 10,750</u>	<u>\$ 36,068</u>

IRRIGATION LAND MANAGER
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Irrigation Land Manager

I have audited the balance sheet of the Irrigation Land Manager as at March 31, 1991 and the statement of revenue and expenditure for the year then ended. These financial statements are the responsibility of management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Irrigation Land Manager as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 3, 1991

IRRIGATION LAND MANAGER
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash	\$ 6,639	\$ 11,471
Interest receivable - land sales	181	261
Land lease receivable (Note 3)	13,670	10,470
Land sales receivable	10,760	16,061
Land held for sale, at cost	<u>149,971</u>	<u>155,472</u>
	<u>\$181,221</u>	<u>\$193,735</u>

LIABILITIES

Due to the Province of Alberta, General Revenue Fund (Note 4)	<u>\$181,221</u>	<u>\$193,735</u>
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The accompanying notes are part
of these financial statements.

IRRIGATION LAND MANAGER
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Revenue:		
Cultivation and grazing leases	\$25,795	\$27,910
Surface leases	10,660	13,676
Interest on land sales receivable	707	1,053
Profit on land sales	<u>14,499</u>	<u>11,008</u>
	<u>\$51,661</u>	<u>\$53,647</u>
Expenditure:		
Water rates	16,806	17,619
Taxes	<u>6,369</u>	<u>4,891</u>
	<u>23,175</u>	<u>22,510</u>
Excess of revenue over expenditure	28,486	31,137
Transfer to the Province of Alberta, General Revenue Fund (Note 4)	<u>28,486</u>	<u>31,137</u>
	<u>\$ —</u>	<u>\$ —</u>

**IRRIGATION LAND MANAGER
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Irrigation Land Manager operates under the authority of the Irrigation Land Manager Act, Chapter I-12, Revised Statutes of Alberta 1980.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Land Lease Receivable

	<u>1991</u>	<u>1990</u>
Land lease receivable	\$35,040	\$31,840
Provision for doubtful accounts	21,370	21,370
	<u>\$13,670</u>	<u>\$10,470</u>

Note 4 Due to the Province of Alberta, General Revenue Fund

	<u>1991</u>	<u>1990</u>
Balance at beginning of year	\$193,735	\$217,598
Excess of revenue over expenditure	28,486	31,137
Remittances during the year	(41,000)	(55,000)
Balance at end of year	<u>\$181,221</u>	<u>\$193,735</u>

Note 5 Administrative Costs

Salaries, accommodation and other administrative expenses incurred in the administration of the Irrigation Land Manager's operations are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA INSURANCE COUNCIL
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta Insurance Council

I have audited the balance sheet of the Alberta Insurance Council as at December 31, 1990 and the statement of revenue, expenditure and operating surplus for the year then ended. These financial statements are the responsibility of the Council's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Council as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 26, 1991

**ALBERTA INSURANCE COUNCIL
BALANCE SHEET
AS AT DECEMBER 31, 1990**

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash and short term deposits	\$554,816	\$295,018
Accrued interest	5,950	—
Inventory	6,072	2,608
Prepaid expenses	4,707	883
	<u>571,545</u>	<u>298,509</u>
Fixed (Note 3)	67,428	75,174
	<u><u>\$638,973</u></u>	<u><u>\$373,683</u></u>

LIABILITIES AND OPERATING SURPLUS

Accounts payable	\$ 9,531	\$ 12,096
Due to the Province of Alberta (Note 4)	7,953	2,569
	<u>17,484</u>	<u>14,665</u>
Operating surplus	621,489	359,018
	<u><u>\$638,973</u></u>	<u><u>\$373,683</u></u>

The accompanying notes are part
of these financial statements.

**ALBERTA INSURANCE COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1990**

	<u>1990</u>	<u>1989</u>
Revenue		(Note 1)
Province of Alberta, Department of Consumer and Corporate Affairs (Note 1)	\$845,316	\$825,050
Interest	42,785	25,813
Sale of educational materials, net	1,414	679
	<u>889,515</u>	<u>851,542</u>
Expenditure		
Salaries and benefits	329,287	224,390
Council meetings	86,480	53,998
Occupancy	55,140	29,758
Freight and postage	31,324	11,197
Software development	22,140	55,727
Printing and stationery	22,024	38,588
Depreciation	21,638	23,838
Travel	19,074	11,504
Communications	17,236	9,183
Insurance	8,674	7,704
Equipment rental	4,304	21,525
Other	9,723	5,112
	<u>627,044</u>	<u>492,524</u>
Excess of revenue over expenditure for the year	262,471	359,018
Operating surplus at beginning of year	359,018	—
Operating surplus at end of year	<u><u>\$621,489</u></u>	<u><u>\$359,018</u></u>

ALBERTA INSURANCE COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990

Note 1 Authority

The Alberta Insurance Council operates under the authority of the Insurance Act, Chapter I-5, Revised Statutes of Alberta 1980, as amended.

The Council was established November 4, 1988 and commenced operations January 18, 1989. Pursuant to the delegation of certain licensing and administrative functions to it by the Superintendent of Insurance, the Council collects prescribed licensing and examination fees which it remits to the Provincial Treasurer. In return, the Council receives from the General Revenue Fund of the Province of Alberta an amount equal to 85% of the fees collected.

Note 2 Significant Accounting Policies and Reporting Practices**a) Inventory**

Inventory of educational material is recorded at cost.

b) Fixed Assets and Depreciation

Fixed assets are recorded at cost. Depreciation is provided as follows:

Furniture and office equipment	-20% declining balance
Computer equipment	-30% declining balance
Telephone equipment	-20% straight-line

Computer software costs are charged to expense of the period in which they are incurred.

c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Fixed Assets

	1990			1989
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Furniture and office equipment	\$ 64,304	\$22,041	\$42,263	\$43,885
Computer equipment	44,800	21,915	22,885	28,249
Telephone equipment	3,800	1,520	2,280	3,040
	<u>\$112,904</u>	<u>\$45,476</u>	<u>\$67,428</u>	<u>\$75,174</u>

Note 4 Due to the Province of Alberta

The net balance at December 31 consists of:

	1990	1989
Licensing and examination fees due to the Province of Alberta	\$53,023	\$17,125
Due from the Province of Alberta	45,070	14,556
	<u>\$ 7,953</u>	<u>\$ 2,569</u>

Note 5 Lease Commitments

The Council is committed to lease payments as follows in each of the next 5 years:

1991	\$76,056
1992	79,267
1993	78,907
1994	78,907
1995	24,288

Note 6 Approval of Financial Statements

These financial statements were approved by management.

THE ALBERTA ART FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Statement of Equity in Artworks
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta Art Foundation

I have audited the balance sheet of The Alberta Art Foundation as at March 31, 1991 and the statements of revenue, expenditure and operating surplus and equity in artworks for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 19, 1991

THE ALBERTA ART FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash (Note 4)	\$4,286,191	\$4,461,158
Interest receivable	2,072	1,948
Accounts receivable	5,695	1,089
Inventory	—	2,525
Investments (Note 5)	50,000	50,000
	<u>4,343,958</u>	<u>4,516,720</u>
Capital:		
Equipment (Note 6)	58,318	62,588
Artworks:		
Purchased	2,290,411	1,934,802
Donated	406,469	397,844
	<u>2,696,880</u>	<u>2,332,646</u>
	<u>\$7,099,156</u>	<u>\$6,911,954</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 4,336	\$ 13,467
Grants payable	4,414	3,700
	<u>8,750</u>	<u>17,167</u>
Equity:		
Contributed surplus	66	665
Operating surplus	1,111,017	1,279,033
Equity in artworks	2,696,880	2,332,646
Reserve (Note 7)	3,282,443	3,282,443
	<u>7,090,406</u>	<u>6,894,787</u>
	<u>\$7,099,156</u>	<u>\$6,911,954</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA ART FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
REVENUE		
Contributions:		
Lottery Fund	\$2,325,000	\$1,937,000
Western Canada Lottery Corporation	—	388,000
Interest	511,708	472,977
Donations	—	5,482
Miscellaneous	8,954	972
	<u>2,845,662</u>	<u>2,804,431</u>
EXPENDITURE		
Grants	1,879,130	1,632,098
Acquisition of artworks	355,665	278,354
Provincial travelling exhibition program	217,600	217,600
Salaries, benefits and staff development	138,887	110,625
Technical and professional services	113,950	17,325
Cultural exchange program	113,737	19,486
Cataloguing and display	86,062	9,140
Board members' fees and expenses	57,472	54,826
Accounting services	18,000	18,000
Office	12,423	4,572
Amortization	7,272	5,309
Staff travel	6,118	5,035
Van operations	2,044	1,565
Public relations	1,941	4,403
Donations and gifts of artworks	266	1,830
Miscellaneous	586	772
	<u>3,011,153</u>	<u>2,380,940</u>
Excess (deficiency) of revenue over expenditure for the year	(165,491)	423,491
Operating surplus at beginning of year	1,279,033	855,542
Donated inventory transferred to artworks	(2,525)	—
Operating surplus at end of year	<u>\$1,111,017</u>	<u>\$1,279,033</u>

THE ALBERTA ART FOUNDATION
STATEMENT OF EQUITY IN ARTWORKS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Equity at beginning of year	\$2,332,646	\$1,982,987
Acquisitions of artworks:		
Purchased	355,665	278,354
Donated	6,100	70,405
With insurance proceeds	—	900
Transferred from donated inventory	2,525	—
	<u>2,696,936</u>	<u>2,332,646</u>
Disposal of artworks	56	—
Equity at end of year	<u>\$2,696,880</u>	<u>\$2,332,646</u>

**THE ALBERTA ART FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Art Foundation operates under the authority of the Alberta Art Foundation Act, Chapter A-15, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices**General**

These financial statements have been prepared in accordance with generally accepted accounting principles except that artworks are charged to operations in the year of purchase. Notwithstanding this policy, the balance sheet also shows, for information purposes, the cumulative cost of artworks owned with a corresponding credit to equity in artworks.

Artworks

Purchased artworks are recorded at cost. Donated artworks are recorded at appraised value at date of acquisition. The appraisals are performed by either Foundation personnel or a professional appraiser as determined by the Foundation.

Equipment

Purchased equipment is recorded at cost. Donated equipment is recorded at the donor's net book value. Contributed surplus is credited with the recorded value of the donated equipment.

Equipment is amortized over 10 years to an estimated salvage value. Amortization on purchased equipment is charged to expenditure, and amortization on donated equipment is charged to contributed surplus.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Certain salary, accommodation and other overhead costs incurred in the administration of the Foundation are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. The Foundation earns interest on the daily cash balance at the average rate of interest earned by the Consolidated Cash Investment Trust Fund.

Note 5 Investments

Investments are recorded at cost and consist of \$50,000 in Alberta Capital Bonds with a floating interest rate (minimum 11%), due June 1, 1995.

Note 6 Equipment

	Cost	Accumulated Amortization	Net Book Value	
			1991	1990
Purchased	\$85,121	\$26,869	\$58,252	\$61,923
Donated	4,856	4,790	66	665
	<u>\$89,977</u>	<u>\$31,659</u>	<u>\$58,318</u>	<u>\$62,588</u>

Note 7 Reserve

The Foundation has established a reserve from operating surplus for the purpose of providing a long-term autonomous source of future funding. The reserve is not available to the Foundation for use in its operations unless written approval to do so is granted by the Minister of Culture and Multiculturalism. The interest earned on the reserve amount is reported as operating revenue.

Note 8 Commitments

Commitments at March 31, 1991 amounted to \$88,250 (1990 \$32,450).

Note 9 Approval of Financial Statements

These financial statements were approved by the Chairman of the Foundation.

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta
Foundation for the Literary Arts

I have audited the balance sheet of The Alberta Foundation for the Literary Arts as at March 31, 1991 and the statement of revenue, expenditure and operating surplus for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 20, 1991

**THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash and short-term deposits	\$405,215	\$432,473
Interest receivable	—	1,570
Accounts receivable	—	120
Prepaid expenses	—	4,097
	<u>405,215</u>	<u>438,260</u>
Capital assets (Note 3)	4,325	6,415
	<u>\$409,540</u>	<u>\$444,675</u>
LIABILITIES AND EQUITY		
Current:		
Grants payable	\$ 65,864	\$230,638
Accounts payable	20,272	1,296
	<u>86,136</u>	<u>231,934</u>
Equity:		
Operating surplus	123,404	12,741
Reserve (Note 4)	200,000	200,000
	<u>323,404</u>	<u>212,741</u>
	<u>\$409,540</u>	<u>\$444,675</u>

The accompanying notes are part
of these financial statements.

**THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Contributions:		
Lottery Fund	\$1,325,000	\$1,104,000
Western Canada Lottery Corporation	—	221,000
Interest	48,335	41,755
	<u>1,373,335</u>	<u>1,366,755</u>
EXPENDITURE		
Grants (Note 5)	982,307	1,190,800
Salaries and employee benefits	89,108	87,292
Staff termination costs	49,859	—
Office	47,768	36,732
Board members' fees and expenses	46,464	40,649
Professional fees	20,595	7,448
Advertising and public relations	12,866	14,856
Staff travel	6,082	4,735
Amortization	2,090	2,024
Miscellaneous	5,533	1,806
	<u>1,262,672</u>	<u>1,386,342</u>
Excess (deficiency) of revenue over expenditure for the year	110,663	(19,587)
Operating surplus at beginning of year	12,741	32,328
Operating surplus at end of year	<u>\$ 123,404</u>	<u>\$ 12,741</u>

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Foundation for the Literary Arts operates under the authority of the Cultural Foundations Act, Chapter C-40, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices**Grants**

Grants are recorded as expenditure in the year for which the Board approves them if required conditions have been fulfilled by the grant applicants.

Amounts recoverable from grant recipients are offset against grant expenditure in the year the amounts recoverable are determined.

Amortization

Amortization is recorded using the straight-line method at the following rates:

Office furniture and equipment	- 15% of original cost
Computer equipment	- 25% of original cost

Leasehold improvements are amortized over the life of the lease.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Capital Assets

Capital assets are summarized as follows:

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	
			<u>1991</u>	<u>1990</u>
Office furniture and equipment	\$11,734	\$ 7,409	\$4,325	\$6,085
Computer equipment	6,500	6,500	—	—
Leasehold improvements	—	—	—	330
	<u>\$18,234</u>	<u>\$13,909</u>	<u>\$4,325</u>	<u>\$6,415</u>

Note 4 Reserve

The Foundation has established a reserve for the purpose of retaining an ongoing funding capability.

Note 5 Grants

Grants are paid to writers, publishers, libraries and other organizations that support the literary arts.

Note 6 Subsequent Event

On September 1, 1991, the Foundation was discontinued as a Corporation and its assets and liabilities became the assets and liabilities of the Alberta Foundation for the Arts pursuant to section 16 of the Alberta Foundation for the Arts Act.

Note 7 Commitments

At March 31, 1991 the Foundation had commitments totalling \$20,766 in respect of grants approved but not disbursed because certain conditions were still to be met by the applicants.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

THE ALBERTA FOUNDATION FOR
THE PERFORMING ARTS
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta
Foundation for the Performing Arts

I have audited the balance sheet of The Alberta Foundation for the Performing Arts as at March 31, 1991 and the statements of revenue, expenditure and operating surplus and changes in financial position for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 30, 1991

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash	\$ 118,138	\$ 75,826
Short-term deposit	150,000	361,750
Prepaid expenses	1,300	370
Interest receivable	167,053	164,524
Accounts receivable	2,417	6,218
Long-term deposits, at cost (Note 3)	2,000,000	1,800,000
Investments (Note 4)	1,546,024	1,744,753
Furniture and equipment (Note 5)	53,220	77,269
	<u>\$4,038,152</u>	<u>\$4,230,710</u>
LIABILITIES AND EQUITY		
Liabilities:		
Accounts payable	\$ 56,114	\$ 53,092
Equity:		
Operating surplus	397,735	593,315
General reserve (Note 6)	3,584,303	3,584,303
	<u>3,982,038</u>	<u>4,177,618</u>
	<u>\$4,038,152</u>	<u>\$4,230,710</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	REVENUE	<u>1991</u>	<u>1990</u>
Contributions:			
Lottery Fund		\$5,456,000	\$1,854,000
Western Canada Lottery Corporation		—	371,000
Investment income		497,433	452,044
Other		8,635	212
		<u>5,962,068</u>	<u>2,677,256</u>
	EXPENDITURE		
Financial assistance to the performing arts:			
Professional performing arts program		3,231,000	—
Project grant program		801,000	612,041
Festival grant program		587,306	421,283
Amateur operating assistance program		475,000	401,217
Provincial service organizations grant program		375,000	380,000
Artists in school program		92,652	58,387
In-province touring program		34,835	120,986
Banff Centre School of Fine Arts program		30,000	30,000
International cultural relations program		12,700	—
Awards program		11,209	9,751
		<u>5,650,702</u>	<u>2,033,665</u>
Administrative:			
Manpower costs		197,484	202,295
Employee termination costs		81,000	—
Legal and professional		50,421	33,860
Printing and supplies		42,136	41,933
Board members' honoraria		33,420	40,225
Board travel and meeting expenses		32,801	43,529
Telephone, postage, deliveries and utilities		29,173	24,825
Amortization		24,556	19,957
Equipment maintenance, supplies and rentals		7,385	11,106
Provision for uncollectible grant refunds		4,900	26,288
Premises rental		—	5,250
Miscellaneous		3,670	5,465
		<u>506,946</u>	<u>454,733</u>
		<u>6,157,648</u>	<u>2,488,398</u>
Excess (deficiency) of revenue over expenditure		(195,580)	188,858
Operating surplus at beginning of year		593,315	296,639
Transfer from restricted fund (Note 7)		—	107,818
Operating surplus at end of year		<u>\$ 397,735</u>	<u>\$ 593,315</u>

**THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Operating transactions:		
Excess (deficiency) of revenue over expenditure:		
Operating fund	\$(195,580)	\$ 188,858
Restricted fund (Note 7)	—	(202,437)
Non-cash transactions:		
Amortization	24,556	19,957
Loss on disposal of capital assets	—	461
Amortization of investments	(1,271)	(1,573)
Net change in non-cash working capital	<u>3,364</u>	<u>82,435</u>
Cash provided by (applied to) operating transactions	<u>(168,931)</u>	<u>87,701</u>
Investing transactions:		
Proceeds from investments	500,000	600,000
Purchases of investments	(500,000)	(600,000)
Capital assets acquired	(507)	(79,728)
Proceeds from sale of capital assets	—	420
Cash provided by (applied to) investing transactions	<u>(507)</u>	<u>(79,308)</u>
Increase (decrease) in cash and cash equivalents	<u>(169,438)</u>	<u>8,393</u>
Cash and cash equivalents at beginning of year:		
Operating fund	437,576	122,540
Restricted fund	—	306,643
Cash and cash equivalents at end of year	<u>\$ 268,138</u>	<u>\$ 437,576</u>

**THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

- Note 1 Authority**
The Alberta Foundation for the Performing Arts operates under the authority of the Cultural Foundations Act, Chapter C-40, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices**
Amortization
Amortization is recorded using the straight-line method at the following rates:
- Computer equipment - 30% of cost
Furniture and other equipment - 15% of cost
- Investments**
Investments are recorded at cost or amortized cost where applicable. Amortization of premium or discount is calculated on a straight-line basis from acquisition date to maturity date.
- Note 3 Long-term Deposits**
Long-term deposits consist of guaranteed investment certificates issued by financial institutions and life insurance companies. The deposits can be realized only on maturity.
- Note 4 Investments**
Investments are summarized as follows:

	<u>1991</u>		<u>1990</u>	
	<u>Cost</u>	<u>Market Value</u>	<u>Cost</u>	<u>Market Value</u>
Government of Canada bonds	\$1,446,054	\$1,506,625	\$1,594,783	\$1,561,725
Province of Alberta bonds	<u>99,970</u>	<u>99,600</u>	<u>149,970</u>	<u>145,100</u>
	<u>\$1,546,024</u>	<u>\$1,606,225</u>	<u>\$1,744,753</u>	<u>\$1,706,825</u>

Note 5 Furniture and Equipment

Furniture and equipment is summarized as follows:

	1991	1990
Cost	\$133,034	\$132,527
Accumulated amortization	79,814	55,258
	<u>\$ 53,220</u>	<u>\$ 77,269</u>

Note 6 General Reserve

The Foundation has established a general reserve for the purpose of providing a long-term autonomous source of funding for the grant programs. Interest earned on this reserve is credited to operating revenue.

Note 7 Restricted Fund

The restricted fund represented a conditional assistance program established by the Minister of Culture and Multiculturalism in June 1985. The program was funded from uncommitted lottery funds received in the year ended March 31, 1986 and assisted performing arts organizations to meet financial obligations and current objectives. The program was discontinued in 1989-90 and the unexpended fund balance was transferred to operating surplus.

Transactions in the restricted fund in 1989-90 were as follows:

	1990
Revenue:	
Investment income	\$ 19,406
Expenditure:	
Financial assistance to the performing arts	221,825
Professional fees	18
	<u>221,843</u>
Excess of expenditure over revenue	(202,437)
Unexpended funds at beginning of year	310,255
Transfer to operating surplus	(107,818)
Unexpended funds at end of year	<u>\$ —</u>

Note 8 Commitments

At March 31, 1991, the Foundation had commitments for grants approved but not disbursed, pending fulfilment of conditions by recipients. The commitments are summarized as follows:

	1991	1990
Project grant program	\$234,263	\$228,599
Festival grant program	109,815	96,373
In-province touring program	121,851	59,686
Artists in school program	37,000	15,122
Special grants	5,400	3,742
	<u>\$508,329</u>	<u>\$403,522</u>

Note 9 Subsequent Event

On September 1, 1991, the Foundation was discontinued as a Corporation and its assets and liabilities became the assets and liabilities of the Alberta Foundation for the Arts pursuant to section 16 of the Alberta Foundation for the Arts Act.

Note 10 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 11 Approval of Financial Statements

These financial statements were approved by management and the Treasurer of the Foundation, and have been recommended for approval by the Board.

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Balances
Statement of Reserves
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Alberta
Historical Resources Foundation

I have audited the balance sheet of The Alberta Historical Resources Foundation as at March 31, 1991 and the statements of revenue, expenditure and fund balances, reserves, and changes in financial position for the fifteen months then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 1991 and the results of its operations and the changes in its financial position for the fifteen months then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 2, 1991

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1991

	March 31, 1991	December 31, 1989
ASSETS		
Current:		
Cash	\$3,346,991	\$2,059,751
Short-term deposits	540,254	280,485
Accounts receivable	36,313	17,141
Prepaid expenses	726	5,360
	<u>3,924,284</u>	<u>2,362,737</u>
Capital:		
Furniture and equipment, at cost	69,136	62,159
Less: Accumulated amortization	<u>54,387</u>	<u>47,527</u>
	14,749	14,632
Historical assets (Notes 3 and 4)	<u>1,621,579</u>	<u>1,621,579</u>
	<u>\$5,560,612</u>	<u>\$3,998,948</u>
LIABILITIES AND EQUITY		
Current:		
Grants payable	\$ 8,132	\$ 592,659
Accounts payable	<u>132,123</u>	<u>20,248</u>
	140,255	612,907
Equity:		
Capital projects fund (Note 5)	982,603	—
Edmund H. McDougall fund (Note 6)	388,955	422,527
Equity in historical assets (Note 3)	1,621,579	1,621,579
Reserves (Note 7)	736,000	730,955
Operating fund (Note 10)	<u>1,691,220</u>	<u>610,980</u>
	5,420,357	3,386,041
	<u>\$5,560,612</u>	<u>\$3,998,948</u>

The accompanying notes are part
of these financial statements.

**THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND FUND BALANCES
FOR THE FIFTEEN MONTHS ENDED MARCH 31, 1991**

	General	Operating Fund Main Street Program (Note 8)	Total	Capital Projects Fund	Edmund H. McDougall Fund	Total 1991	Year Ended December 31, 1989
REVENUE							
Contributions:							
Lottery Fund	\$3,031,246	\$531,254	\$3,562,500	\$1,698,000	\$ —	\$5,260,500	\$ —
Western Canada Lottery Corporation	—	—	—	—	—	—	2,837,100
Heritage Canada Foundation	—	49,847	49,847	—	—	49,847	53,634
Interest	311,498	—	311,498	111,742	66,049	489,289	220,010
Membership fees	16,275	—	16,275	—	—	16,275	6,354
Donations	10,274	—	10,274	—	—	10,274	406,202
Miscellaneous	575	—	575	—	—	575	8,404
	<u>3,369,868</u>	<u>581,101</u>	<u>3,950,969</u>	<u>1,809,742</u>	<u>66,049</u>	<u>5,826,760</u>	<u>3,531,704</u>
EXPENDITURE							
Grants:							
Alberta Museums Association	1,000,000	—	1,000,000	—	—	1,000,000	824,800
Historical resources preservation	878,020	—	878,020	—	—	878,020	911,169
Main Street program	—	376,723	376,723	—	—	376,723	422,451
Heritage awareness	161,180	—	161,180	—	—	161,180	339,351
Provincial heritage organizations	50,240	—	50,240	—	—	50,240	87,500
Contracted services	17,888	3,088	20,976	562,500	—	583,476	—
Acquisitions of historical assets	—	—	—	215,367	—	215,367	90,183
Salaries and benefits	127,390	63,835	191,225	—	—	191,225	249,187
Office expenses	37,326	20,102	57,428	49,272	—	106,700	41,918
Maintenance of historical assets	—	—	—	—	99,621	99,621	—
Employee termination costs	55,693	—	55,693	—	—	55,693	—
Board expenses	45,808	—	45,808	—	—	45,808	46,646
Travel and car rental	9,254	9,131	18,385	—	—	18,385	21,430
Amortization	6,860	—	6,860	—	—	6,860	5,741
Miscellaneous	3,146	—	3,146	—	—	3,146	2,588
	<u>2,392,805</u>	<u>472,879</u>	<u>2,865,684</u>	<u>827,139</u>	<u>99,621</u>	<u>3,792,444</u>	<u>3,042,964</u>
Excess (deficiency) of revenue over expenditure in the period	977,063	108,222	1,085,285	982,603	(33,572)	2,034,316	488,740
Fund balances at beginning of period	501,981	108,999	610,980	—	422,527	1,033,507	542,267
Appropriated to reserves	(5,045)	—	(5,045)	—	—	(5,045)	(3,319)
Returned from reserves	—	—	—	—	—	—	5,819
Fund balances at end of period (Note 10)	<u>\$1,473,999</u>	<u>\$217,221</u>	<u>\$1,691,220</u>	<u>\$ 982,603</u>	<u>\$388,955</u>	<u>\$3,062,778</u>	<u>\$1,033,507</u>

**THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF RESERVES
FOR THE FIFTEEN MONTHS ENDED MARCH 31, 1991**

	Balance at Beginning of Period	Appropriated from Operating Fund	Returned to Operating Fund	Balance at End of Period
General reserve	\$700,000	\$ —	\$ —	\$700,000
Roger Soderstrom Fellowship reserve:				
Principal	25,000	—	—	25,000
Expendable	5,955	5,045	—	11,000
Total 1991 (Note 7)	<u>\$730,955</u>	<u>\$5,045</u>	<u>\$ —</u>	<u>\$736,000</u>
Year ended December 31, 1989	<u>\$733,455</u>	<u>\$3,319</u>	<u>\$(5,819)</u>	<u>\$730,955</u>

**THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE FIFTEEN MONTHS ENDED MARCH 31, 1991**

	Total 1991	Year ended December 31, 1989
Operating activities:		
Excess of revenue over expenditure in the period	\$2,034,316	\$ 488,740
Amortization	6,860	5,741
Net change in non-cash working capital	(746,959)	71,073
	<u>1,294,217</u>	<u>\$65,554</u>
Investing activities:		
Purchase of capital assets	(6,977)	(1,147)
Increase in cash during the period	<u>1,287,240</u>	<u>\$64,407</u>
Cash at beginning of period	2,059,751	1,495,344
Cash at end of period	<u>\$3,346,991</u>	<u>\$2,059,751</u>

**THE ALBERTA HISTORICAL RESOURCES FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Historical Resources Foundation operates under the authority of the Historical Resources Act, Chapter H-8, Revised Statutes of Alberta 1980, as amended.

In February 1990, the Foundation changed its fiscal year end from December 31 to March 31 to coincide with the Province of Alberta's fiscal year end.

Note 2 Significant Accounting Policies and Reporting Practices

(a) General

These financial statements have been prepared in accordance with generally accepted accounting principles except that:

- (i) the cost of historical assets is charged to expenditure on acquisition and shown at cost on the balance sheet. An offsetting credit to equity in historical assets is shown on the balance sheet for purchased and donated assets, and
- (ii) costs incurred by the Capital Projects Fund to acquire and restore artifacts and to construct exhibits are charged to expenditure when incurred. The restored artifacts and exhibits will be donated to the Reynolds Alberta Museum or the Remington Alberta Carriage Centre.

(b) Capital Assets

Furniture and equipment are amortized at the rate of 15% per annum on a straight-line basis.

(c) Historical Assets

Donated historical assets are reflected in the financial statements at management's estimate of their fair market value on the date of donation.

Note 3 Change in Accounting Policy

In 1990, the Foundation changed its policy of not recording donated historical assets to recording them at management's estimate of their fair market value on the date of donation. This change has been applied retroactively and has increased historical assets and equity in historical assets reported as at December 31, 1989 by \$1,116,936.

Note 4 Historical Assets

Historical assets consist of:

	March 31, 1991	December 31, 1989
Purchased assets	\$ 504,643	\$ 504,643
Donated assets	1,116,936	1,116,936
	<u>\$1,621,579</u>	<u>\$1,621,579</u>

Note 5 Capital Projects Fund

The Lottery Fund has provided grants to the Foundation to be used for the purpose of constructing exhibits and restoring artifacts at the Reynolds Alberta Museum and the Remington Alberta Carriage Centre.

Note 6 Edmund H. McDougall Fund

In 1989, the Foundation received a cash donation of \$400,000 from the estate of Mr. Edmund H. McDougall. This donation can only be used for the upkeep, maintenance and display of historical assets.

Note 7 Reserves

The Foundation has established a general reserve from the Operating Fund for the purpose of retaining an ongoing funding capability.

The Foundation has also established a reserve for the Roger Soderstrom Fellowship in historical resources preservation.

The interest earned on all the reserve amounts is credited to operating revenue.

Note 8 Main Street Program

In 1987, the Foundation entered into an agreement with the Heritage Canada Foundation and the Department of Culture and Multiculturalism to administer the Alberta Main Street Program. Only those costs directly attributable to the program have been charged against program revenue. Other costs have been absorbed by the Foundation.

Note 9 Administration Costs

Certain salary, accommodation and other costs incurred in the administration of the Foundation have been borne by the General Revenue Fund of the Province of Alberta and are not reflected in these financial statements.

Note 10 Commitments

The Foundation had the following commitments in respect of grants approved as at March 31, 1991 but not disbursed because certain conditions were still to be met by applicants.

Historical resources preservation	\$1,035,831
Heritage awareness	158,351
Provincial heritage organizations	14,986
	<u>\$1,209,168</u>

Note 11 Comparative Figures

The December 31, 1989 figures have been reclassified where necessary to conform to 1991 presentation.

Note 12 Approval of Financial Statements

These financial statements were approved by management and were recommended for approval by the Board.

ALBERTA MULTICULTURALISM FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Culture and
Multiculturalism

I have audited the balance sheet of the Alberta Multiculturalism Fund as at March 31, 1991 and the statement of revenue, expenditure and operating surplus for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 28, 1991

**ALBERTA MULTICULTURALISM FUND
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash (Note 4)	\$3,199,382	\$3,206,826
Accounts receivable	192	—
	<u>\$3,199,574</u>	<u>\$3,206,826</u>
LIABILITIES AND EQUITY		
Liabilities:		
Accounts payable	\$ 108,622	\$ 44,235
Grants payable	111,147	13,188
Due to the General Revenue Fund	—	25,100
	<u>219,769</u>	<u>82,523</u>
Equity:		
Reserve (Note 5)	1,000,000	1,000,000
Operating surplus	1,979,805	2,124,303
	<u>2,979,805</u>	<u>3,124,303</u>
	<u>\$3,199,574</u>	<u>\$3,206,826</u>

The accompanying notes are part
of these financial statements.

**ALBERTA MULTICULTURALISM FUND
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Contributions:		
Lottery Fund	\$2,475,000	\$2,062,000
Western Canada Lottery Corporation	—	413,000
Government of Canada	—	187,000
Interest	399,102	360,540
Fees	14,094	66,050
Miscellaneous	771	1,354
	<u>2,888,967</u>	<u>3,089,944</u>
EXPENDITURE		
Grants (Note 6)	1,961,679	2,338,867
Professional, technical and contracted services	814,315	267,077
Promotion and communications	117,190	3,773
Travel	48,677	22,274
Printing	26,001	28,125
Materials and supplies	22,879	4,913
Hosting	16,649	20,076
Rentals, repairs and maintenance	14,234	10,967
Freight, postage and telephone	11,560	9,194
Recovery of grants paid by The Alberta Cultural Heritage Foundation	—	(6,019)
Miscellaneous	281	870
	<u>3,033,465</u>	<u>2,700,117</u>
Excess (deficiency) of revenue over expenditure for the year	(144,498)	389,827
Operating surplus at beginning of year	2,124,303	1,734,476
Operating surplus at end of year	<u>\$1,979,805</u>	<u>\$2,124,303</u>

**ALBERTA MULTICULTURALISM FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

- Note 1 **Authority**
The Alberta Multiculturalism Fund operates under the authority of the Alberta Multiculturalism Act, Chapter A-32.8, Statutes of Alberta 1984, as amended.
- Note 2 **Significant Accounting Policies and Reporting Practices**
Recovery of Grants
The recovery of grants made in prior years is recorded as a reduction of grant expenditures in the year that the Fund determines that a portion of grants previously made will be recovered.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 **Administration Expenses**
Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund of the Province of Alberta and are not reflected in these financial statements.
- Note 4 **Cash**
Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. The Alberta Multiculturalism Fund earns interest on the daily cash balance at the average rate of interest earned by the Consolidated Cash Investment Trust Fund.
- Note 5 **Reserve**
The reserve is maintained for the purpose of retaining an ongoing funding capability. Interest earned on the reserve is reported as operating revenue.
- Note 6 **Grants**
Grants are paid to non-profit organizations to promote awareness of multiculturalism and to organize multicultural functions.
- Note 7 **Comparative Figures**
The 1990 figures have been reclassified where necessary to conform to 1991 presentation.
- Note 8 **Approval of Financial Statements**
These financial statements have been approved by management.

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Changes in Fund Balances
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Board of Governors of the
Glenbow-Alberta Institute

I have audited the consolidated balance sheet of the Glenbow-Alberta Institute as at March 31, 1991 and the consolidated statement of changes in fund balances for the year then ended. These financial statements are the responsibility of the Institute's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with similar organizations, the Institute derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of this revenue was limited to the amounts recorded in the records of the Institute and I was not able to determine whether any adjustments might be necessary to donation revenue, net revenue, assets and operating fund balance at end of year.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of revenue from donations referred to in the preceding paragraph, these consolidated financial statements present fairly, in all material respects, the financial position of the Institute as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the consolidated financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 7, 1991

**GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Operating		
Current:		
Cash and deposits	\$ 1,234,157	\$ 1,128,261
Accrued interest receivable	140,338	147,709
Accounts receivable	191,818	161,460
Merchandise for resale	251,496	299,392
Prepaid expenses	38,216	38,383
	<u>1,856,025</u>	<u>1,775,205</u>
Deferred pension costs (Note 3)	223,022	318,914
Property and equipment (Notes 4, 5)	1,186,278	1,143,207
	<u>3,265,325</u>	<u>3,237,326</u>
Endowment		
Investments (Note 6)	<u>12,402,071</u>	<u>12,335,232</u>
Designated		
Current:		
Deposits	4,055,676	4,140,941
Accrued interest receivable	130,737	130,158
	<u>4,186,413</u>	<u>4,271,099</u>
	<u>\$19,853,809</u>	<u>\$19,843,657</u>
LIABILITIES AND FUND BALANCES		
Operating		
Current:		
Accounts payable and accrued charges	\$ 723,914	\$ 647,661
Deferred revenue	22,689	24,538
Current portion of obligations under capital lease (Note 5)	36,906	33,992
Current portion of loan payable to endowment fund (Note 7)	18,592	—
	<u>802,101</u>	<u>706,191</u>
Obligations under capital lease (Note 5)	159,662	196,569
Loan payable to endowment fund (Note 7)	103,793	—
Fund balance	<u>2,199,769</u>	<u>2,334,566</u>
	<u>3,265,325</u>	<u>3,237,326</u>
Endowment funds balance	12,402,071	12,335,232
Designated funds balance (Note 8)	4,186,413	4,271,099
	<u>\$19,853,809</u>	<u>\$19,843,657</u>

The accompanying notes are part
of these consolidated financial statements.

**GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1991**

	1991				1990
	Operating	Endowment	Designated	Total	Total
Revenue					
Province of Alberta grants					
General operating	\$ 3,611,133	\$ —	\$ —	\$ 3,611,133	\$ 4,180,533
Other	—	—	13,857	13,857	—
Government of Canada grants					
National Museums	—	—	221,205	221,205	192,540
Other	—	—	331,400	331,400	282,851
Investment income	418,452	863,309	454,712	1,736,473	1,631,096
Donations	413,068	5,000	131,719	549,787	1,954,458
Glenbow Museum Acquisitions Society contribution (Note 9)	—	—	65,000	65,000	120,000
Calgary Region Arts Foundation grant	—	—	95,500	95,500	90,000
Admissions and sales	259,894	—	—	259,894	211,229
Museum shop sales	463,625	—	—	463,625	444,522
Publications	—	—	24,294	24,294	23,745
Miscellaneous	96,592	—	101,131	197,723	190,432
	<u>5,262,764</u>	<u>868,309</u>	<u>1,438,818</u>	<u>7,569,891</u>	<u>9,321,406</u>
Expenditure					
Curatorial	1,285,538	—	264,761	1,550,299	1,582,173
Support services	1,151,533	—	482,052	1,633,585	1,581,713
Administration	1,471,295	—	75,571	1,546,866	1,410,590
Occupancy	846,192	—	875	847,067	838,906
Museum shop	492,121	—	—	492,121	441,946
Interpretation	242,406	—	161,767	404,173	406,579
Public relations	383,631	—	11,003	394,634	442,035
Depreciation and amortization	194,165	—	—	194,165	169,433
Development	170,999	—	141	171,140	168,441
Purchase of collection items	24,209	—	185,929	210,138	240,904
Publications	—	—	29,188	29,188	23,465
	<u>6,262,089</u>	<u>—</u>	<u>1,211,287</u>	<u>7,473,376</u>	<u>7,306,185</u>
Net revenue (expenditure) from continuing operations	(999,325)	868,309	227,531	96,515	2,015,221
Net expenditure of discontinued operations (Note 10)	249,159	—	—	249,159	24,686
Net revenue (expenditure)	<u>(1,248,484)</u>	<u>868,309</u>	<u>227,531</u>	<u>(152,644)</u>	<u>1,990,535</u>
Interfund transfers and appropriations					
Transfer of endowment income	886,931	(886,931)	—	—	—
Transfer of capital contributions	226,756	—	(226,756)	—	—
Appropriations to endowment	—	85,461	(85,461)	—	—
Net increase (decrease) in fund balances	<u>(134,797)</u>	<u>66,839</u>	<u>(84,686)</u>	<u>(152,644)</u>	<u>1,990,535</u>
Fund balances at beginning of year	2,334,566	12,335,232	4,271,099	18,940,897	16,950,362
Fund balances at end of year	<u>\$ 2,199,769</u>	<u>\$ 12,402,071</u>	<u>\$ 4,186,413</u>	<u>\$ 18,788,253</u>	<u>\$ 18,940,897</u>

**GLENBOW-ALBERTA INSTITUTE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

Glenbow-Alberta Institute operates under the authority of the Glenbow-Alberta Institute Act, Chapter G-5, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles, except:

- (i) Depreciation has not been provided on the investment property held by the endowment fund.
- (ii) Collection items, including gifts, constitute the principal portion of the Institute's assets but are not reflected in the consolidated balance sheet because of the practical difficulties in reflecting them at a meaningful value. Collection items are expensed when purchased.

Other significant accounting policies are:

(a) Consolidated Financial Statements

The consolidated financial statements of Glenbow-Alberta Institute include the accounts of its wholly-owned subsidiaries, Glenbow Foundation and Luxton Museum Ltd.

(b) Interfund Appropriations

Revenues and expenditures are accounted for in separate funds in accordance with purposes specified by donors or restrictions imposed by sources outside the Institute. Within these purposes or restrictions, accounts may be reallocated between funds by the Board of Governors to achieve the financial objectives of the Institute.

(c) Designated Funds

The Institute receives certain funds which are designated for special use. It is the Institute's policy to maintain these funds separately.

Transfers of capital contributions are made annually to the operating fund to the extent that those designated funds have been expended on property and equipment.

(d) Endowment Fund Investments

The Institute's Capital Endowment Fund A, initially \$10,000,000, is invested in marketable securities in accordance with the provisions of the Glenbow-Alberta Institute Act. It has, over the years, been adjusted by the net effect of gains and losses on security sales and other minor charges. Investment income is recognized as revenue of the endowment fund and a portion of this income may be transferred to the operating fund, subject to certain restrictions imposed by the Act.

The Institute's Capital Endowment Fund B was established by the Board of Governors and is invested in marketable securities, an investment property and in a loan to the operating fund. Investment income is recognized as revenue of the endowment fund and may be transferred to the operating fund at the discretion of the Board.

Endowment fund investments are recorded at cost, if purchased, or at market value at the date of donation.

(e) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these consolidated financial statements is considered to be adequate.

(f) Merchandise for Resale

Merchandise for resale is recorded at the lower of cost and net realizable value.

(g) Pensions

The assets of the Institute's pension plan are valued at market value. Pension expense is determined using the projected benefit method pro-rated on service. The following are amortized on a straight-line basis over 18 years (the expected average remaining service life of the employee group): experience gains and losses; adjustments arising from changes in the pension benefits that relate to past services; adjustments arising from changes in actuarial assumptions; and the net pension surplus that existed upon adoption of this policy.

(h) Property and Equipment

- (i) Furniture and equipment is stated at cost and is depreciated at a composite rate of 10% per annum on a straight-line basis.
- (ii) Leasehold improvements are stated at cost and are amortized over the expected life of the improvement.

(i) Capital Leases

A capital lease which transfers substantially all of the benefits and risks of ownership of the property and equipment is recorded as an asset and the obligation as a liability. The imputed cost of the asset is determined by the present value of total rentals. The asset is amortized on a straight-line basis over its useful life and the obligation, together with imputed interest thereon, is repaid according to the terms of the lease. Imputed interest is recorded as expenditure.

(j) Pledges

Donation pledges are recorded as revenue when the donations are received by the Institute.

Note 3 Deferred Pension Costs

The Institute maintains a defined benefit pension plan which requires that all employees join the plan after one year of continuous employment. The plan provides pensions based on length of service and average maximum annual earnings. The Institute did not contribute to the pension plan in the year ended March 31, 1991. The 1990 contribution was \$13,023.

The status of the pension plan as determined by the most recent actuarial valuation of the plan for accounting purposes, which was completed as at January 1, 1990 and projected for accounting purposes to March 31, 1991, is as follows:

	1991	1990
Projected pension benefits	\$4,259,727	\$3,973,350
Additional amounts including unamortized initial surplus and experience gains, net of plan amendments	1,332,655	1,062,929
	5,592,382	5,036,279
Market value of pension fund assets	5,815,404	5,355,193
Deferred pension costs	<u>\$ 223,022</u>	<u>\$ 318,914</u>

Note 4 Property and Equipment

	1991		1990	
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Furniture and equipment	\$2,266,646	\$1,319,169	\$ 947,477	\$ 719,657
Leasehold improvements	346,028	107,227	238,801	260,973
Building	—	—	—	155,434
Leased land	—	—	—	7,143
	<u>\$2,612,674</u>	<u>\$1,426,396</u>	<u>\$1,186,278</u>	<u>\$1,143,207</u>

Additions to property and equipment during the year amounted to \$458,721 (1990 \$240,635). (See Note 10 for information relating to the write off of leasehold improvements, building and leased land.)

Note 5 Leases

Included with property and equipment at March 31, 1991, is the imputed cost of equipment, the purchase of which was financed by capital lease obligations, in the amount of \$326,919 (1990 \$326,919), net of accumulated amortization of \$89,551 (1990 \$66,932).

The following is a schedule of minimum operating lease payments over the next five years together with a schedule of minimum lease payments under capital lease obligations with a reconciliation to the consolidated balance sheet amount.

	Capital Leases	Operating Leases
Year ending March 31, 1992	\$ 56,925	\$142,083
1993	53,225	44,995
1994	34,456	34,067
1995	30,996	13,573
1996	30,996	13,572
1997 - 1998	61,992	27,144
Total minimum lease payments	268,590	<u>\$275,434</u>
Less amount representing future interest at 11%	72,022	
Balance of obligations	196,568	
Current portion	36,906	
Long-term portion	<u>\$159,662</u>	

The City of Calgary has agreed to contribute \$175,113 to the Institute over the period from April 1, 1991 to December 31, 1997 towards capital lease obligations.

Rental expense for the year on operating leases was approximately \$190,000 (1990 \$239,000).

Note 6 Endowment Fund Investments

Investments are held on behalf of the following endowment funds:

	1991		1990	
	Market Value	Cost	Market Value	Cost
Capital Endowment Fund A				
Harvie Foundation Gift	\$ 6,096,222	\$ 5,212,500	\$ 5,610,063	\$ 5,251,243
Province of Alberta Gift	4,955,642	4,237,261	4,526,796	4,237,261
	<u>11,051,864</u>	<u>9,449,761</u>	<u>10,136,859</u>	<u>9,488,504</u>
Capital Endowment Fund B	3,257,393	2,952,310	3,149,714	2,846,728
	<u>\$14,309,257</u>	<u>\$12,402,071</u>	<u>\$13,286,573</u>	<u>\$12,335,232</u>
Investments comprise:				
Common and preferred stocks	\$ 6,831,293	\$ 5,254,973	\$ 6,025,422	\$ 4,854,852
Bonds and debentures	6,211,028	6,068,356	4,371,016	4,590,350
Cash and short-term deposits	464,551	456,357	2,390,135	2,390,030
Real estate investment property	680,000	500,000	500,000	500,000
Loan to operating fund	122,385	122,385	—	—
	<u>\$14,309,257</u>	<u>\$12,402,071</u>	<u>\$13,286,573</u>	<u>\$12,335,232</u>

Investment income from the Harvie Foundation Gift may only be used for operating purposes to the extent the income is not required to be retained to maintain the original value of the Gift increased by inflation, as required by the Glenbow-Alberta Institute Amendment Act, 1987. All income from the Province of Alberta Gift may be used for operating purposes.

A real estate investment property, acquired through an exchange for another building owned by the Institute, has been recorded at the fair market value at the date of exchange of \$500,000 and forms part of Capital Endowment Fund B. Rental revenue (net of expenses) of \$32,104 (1990 \$75,591) is included in investment income.

A loan was made to the operating fund to finance the purchase of capital assets. This loan, which forms part of Capital Endowment B, is repayable in blended monthly payments over a 66 month period and carries interest at a rate of 12% per annum.

Note 7 Loan Payable to Endowment Fund

Amounts due to be repaid to the endowment fund in connection with the loan, referred to in Note 6 above, are as follows:

Year ending March 31, 1992	\$ 18,592
1993	20,950
1994	23,606
1995	26,600
1996	32,637
	<u>122,385</u>
Less current portion	<u>18,592</u>
	<u>\$103,793</u>

Note 8 Designated Funds Balance

Designated funds balance includes a grant of \$2,000,000 from the Province of Alberta to reorganize the space in the Glenbow Museum. Accumulated interest earned, net of space reorganization costs, of \$1,505,121 (1990 \$1,641,593) relating to this grant is also included in designated funds. Other designated funds include grants received from various governments and private agencies to finance specific projects, and sponsorships of special exhibitions and programs.

Note 9 Glenbow Museum Acquisitions Society

The Glenbow Museum Acquisitions Society is a legally separate entity whose purpose is to raise money for one of the Institute's designated funds.

Note 10 Discontinued Operations

During the year, the Institute decided to cease operations of the Luxton Museum effective September 22, 1991. As a result, the net expenditure of Luxton Museum has been segregated and included as discontinued operations in the consolidated statement of changes in fund balances, as follows:

	<u>1991</u>	<u>1990</u>
Admissions	\$ (87,975)	\$ (78,192)
Luxton Museum shop sales	(188,403)	(152,323)
Luxton Museum operating costs	288,403	255,201
Building written off	155,434	—
Leasehold improvements written off	15,733	—
Leased land written off	6,906	—
Provision for other closure costs	59,061	—
Net expenditure of discontinued operations	<u>\$ 249,159</u>	<u>\$ 24,686</u>

Under the terms of the lease for the land on which the Luxton Museum is located, the Institute is obligated to leave the land in a condition satisfactory to the Superintendent of Banff National Park. It is expected that no further costs will be incurred but, pending negotiations with the Superintendent of Banff National Park, the ultimate resolution of this matter is not determinable. Any costs which may arise from this obligation will be charged to expenditure as they are incurred.

Note 11 Imputed Rent, Province of Alberta, and Imputed Services, City of Calgary

The Glenbow Centre is leased to the City of Calgary by the Province of Alberta for a nominal amount of one dollar per year. The City of Calgary, in turn, subleases it to the Institute for the same amount per year. The City of Calgary also provides janitorial, maintenance and utility services for the Centre at no cost to the Institute. The value of the services as determined by the City of Calgary was \$1,273,248 for the year ended March 31, 1991 (1990 \$1,167,394). This amount has not been included in the consolidated statement of changes in fund balances. Fair market value of the rental has not been determined.

Note 12 Donated Services

A substantial number of unpaid volunteers have made significant contributions of their time to the Institute's programs. The value of this contributed time is not included in the consolidated statement of changes in fund balances.

Note 13 Income Tax Status

The Institute is registered as a charity under the Income Tax Act and is exempt from income tax.

Note 14 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 15 Approval of Consolidated Financial Statements

These consolidated financial statements were approved by the Board of Governors.

THE GOVERNMENT HOUSE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Government
House Foundation

I have audited the balance sheet of The Government House Foundation as at March 31, 1991 and the statement of revenue, expenditure and operating surplus for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 18, 1991

**THE GOVERNMENT HOUSE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash and term deposits	\$ 85,372	\$ 42,626
Capital:		
Office equipment, at cost	<u>1,595</u>	<u>1,595</u>
Artworks and collections:		
Purchased	426,873	422,623
Donated	<u>178,256</u>	<u>178,729</u>
	<u>605,129</u>	<u>601,352</u>
	<u>\$692,096</u>	<u>\$645,573</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 5,356	\$ 1,420
Equity in capital assets	1,595	1,595
Equity in artworks and collections (Note 4)	605,129	601,352
Operating surplus	<u>80,016</u>	<u>41,206</u>
	<u>\$692,096</u>	<u>\$645,573</u>
The accompanying notes are part of these financial statements.		

**THE GOVERNMENT HOUSE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Revenue:		
Grant from the General Revenue Fund,		
Department of Culture and Multiculturalism	\$50,000	\$50,000
Interest	10,555	5,469
Proceeds from disposal of artworks and collection items	<u>1,350</u>	<u>—</u>
	<u>61,905</u>	<u>55,469</u>
Expenditure:		
Purchases of artworks and collection items	11,350	26,480
Printing	3,388	373
Secretarial services	2,700	3,600
Public relations	2,204	4,505
Restoration, mounting and framing	1,411	910
Members' travel and meeting expenses	1,281	1,166
Office supplies and expenses	402	755
Professional fees and sales commissions	252	1,200
Purchase of office equipment	—	1,595
Miscellaneous	<u>107</u>	<u>60</u>
	<u>23,095</u>	<u>40,644</u>
Excess of revenue over expenditure for the year	38,810	14,825
Operating surplus at beginning of year	41,206	26,381
Operating surplus at end of year	<u>\$80,016</u>	<u>\$41,206</u>

**THE GOVERNMENT HOUSE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Government House Foundation operates as a non-profit entity under the authority of the Government House Act, Chapter G-7, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of capital assets, artworks and collection items are charged to operations in the year of acquisition. Notwithstanding this policy the balance sheet also shows, for information purposes, the cumulative amount of such expenditures in respect of all capital assets and artworks and collections. Equity in capital assets and equity in artworks and collections are reported as corresponding credits.

Donated artworks and collection items are shown on the balance sheet at appraised values as at acquisition dates with an offsetting credit to equity in artworks and collections.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Salary, accommodation, office furnishings, and other overhead costs incurred in the administration of the Foundation have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Equity in Artworks and Collections

Changes to equity in artworks and collections are summarized as follows:

	1991	1990
Equity at beginning of year	\$601,352	\$575,442
Add acquisitions:		
Purchased	11,350	26,480
Donated	680	—
	<u>613,382</u>	<u>601,922</u>
Deduct disposals:		
Cost of disposals	7,100	—
Transferred to Alberta Culture and Multiculturalism	1,153	—
Freight, framing and engraving costs incorrectly capitalized in prior years	—	570
Equity at end of year	<u>\$605,129</u>	<u>\$601,352</u>

Note 5 Approval of Financial Statements

These financial statements were approved by the Chairman of the Foundation.

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations
Statement of Equity in Capital Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Motion Picture Development Corporation

I have audited the balance sheet of the Alberta Motion Picture Development Corporation as at March 31, 1991 and the statements of operations and equity in capital assets for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 31, 1991

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Operating Fund		
Cash	\$ 29,612	\$ —
Accounts receivable	5,500	1,349
Prepaid expenses	11,750	15,367
Capital assets	<u>102,428</u>	<u>92,287</u>
	<u>149,290</u>	<u>109,003</u>
Development Fund		
Cash	768,360	1,408,106
Loans to producers of motion pictures (Note 3)	205,557	345,333
Investments in motion pictures (Note 4)	<u>1,210,958</u>	<u>2,158,346</u>
	<u>2,184,875</u>	<u>3,911,785</u>
	<u>\$2,334,165</u>	<u>\$4,020,788</u>
LIABILITIES		
Operating Fund		
Bank overdraft	\$ —	\$ 8,857
Accounts payable	29,898	6,229
Due to the Province of Alberta (Note 5)	16,964	1,630
Equity in capital assets	<u>102,428</u>	<u>92,287</u>
	<u>149,290</u>	<u>109,003</u>
Development Fund		
Due to the Motion Picture Development Fund (Note 6)	<u>2,184,875</u>	<u>3,911,785</u>
	<u>\$2,334,165</u>	<u>\$4,020,788</u>
The accompanying notes are part of these financial statements.		

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Salaries and employee benefits	\$298,697	\$235,332
Promotion, marketing and travel	76,873	81,620
Office rental	42,242	40,634
Professional fees	27,278	14,796
Supplies and services	23,057	20,993
Equipment rental and repair	17,536	16,127
Telephone	14,791	16,482
Honoraria - Board and committee members	14,285	15,930
Capital assets	10,640	5,029
Automobile expenses	1,880	6,176
Advertising	<u>387</u>	<u>14,885</u>
	<u>\$527,666</u>	<u>\$468,004</u>
Contribution by the Province of Alberta (Note 5)	<u>\$527,666</u>	<u>\$468,004</u>

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
STATEMENT OF EQUITY IN CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Balance at beginning of year	\$ 92,287	\$103,899
Add: Purchases	10,640	5,029
Less: Disposals	<u>(499)</u>	<u>(16,641)</u>
Balance at end of year	<u>\$102,428</u>	<u>\$ 92,287</u>

**ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Motion Picture Development Corporation operates under the authority of the Motion Picture Development Act, Chapter M-19.1, Statutes of Alberta 1981, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

a) Basis of Accounting

These financial statements have been prepared in accordance with generally accepted accounting principles except that:

- i) capital assets, consisting of furniture and equipment, are charged to operations in the year of acquisition. The balance sheet also shows, for information purposes, the cumulative amount of such expenditures in respect of all capital assets presently owned with a corresponding credit shown as equity in capital assets; and
- ii) none of the equipment acquired by the Corporation under long-term leases has been capitalized. All leases are accounted for as operating leases.

b) Fund Accounting

The Corporation receives funding from different sources. It is the Corporation's policy to keep these funds segregated by purpose and to report the assets and liabilities of each fund separately on the balance sheet. The two funds are:

- i) an operating fund which receives operating grants from the Department of Economic Development and Trade of the Province of Alberta to pay the operating expenses of the Corporation.
- ii) a development fund which receives advances from the Motion Picture Development Fund, interest earned on loans to producers, bank interest earned on unutilized advances and returns on investments. These amounts are used to make loans to producers of motion pictures and to invest in motion picture productions.

c) Allowance for Non-Recovery of Loans and Write Down of Investments

i) Loans and interest receivable

The allowance for non-recovery of loans and interest receivable is determined through the application of a specific formula which considers the high financial risks associated with the pre-production stage of making motion pictures. The formula provides an amount sufficient to cover anticipated losses.

ii) Investments

The Corporation invests in motion picture projects in the Province of Alberta. Due to the high financial risks associated with the production of motion pictures, a minimum allowance for expected decline in value of investments has been provided on a formula basis. Management has also done a project by project assessment and has provided further allowances where necessary.

An effect of the above allowances is to decrease loans, investments, and the amount due to the Motion Picture Development Fund. Any subsequent recoveries of amounts for which allowances were provided increase the amount due to the Fund and the amount available to the Corporation for purposes of making additional loans and investments.

d) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Loans to Producers of Motion Pictures

These loans are limited to 60% of the total funds required during the pre-production stage of a motion picture.

	<u>1991</u>	<u>1990</u>
Loans and interest due from producers at beginning of year before allowance for non-recovery	\$ 1,503,647	\$ 1,759,825
Add:		
Loans advanced in year	234,648	447,217
Interest earned in year	178,073	180,699
Deduct:		
Loans repaid by producers	(88,365)	(189,518)
Interest received	(31,149)	(60,871)
Loans and interest written off	(690,782)	(633,705)
	<u>1,106,072</u>	<u>1,503,647</u>
Deduct:		
Allowance for non-recovery of loans and interest	(900,515)	(1,158,314)
Loans and interest due from producers at end of year	<u>\$ 205,557</u>	<u>\$ 345,333</u>

Note 4 Investments in Motion Pictures

The Corporation's investment in motion pictures is limited to 25% of the total funds required for a project. Details of investments are as follows:

	<u>1991</u>	<u>1990</u>
Investments in motion pictures at beginning of year before allowance for decline in value	\$ 2,877,794	\$ 1,150,941
Add:		
Investments acquired during year	930,651	1,726,853
	<u>3,808,445</u>	<u>2,877,794</u>
Deduct:		
Investments recovered	(299,154)	—
Allowance for decline in value of investments	(2,298,333)	(719,448)
	<u>(2,597,487)</u>	<u>(719,448)</u>
Investments in motion pictures at end of year	<u>\$ 1,210,958</u>	<u>\$ 2,158,346</u>

Note 5 Due to the Province of Alberta

Operating expenses of the Corporation are paid by the Province of Alberta. The unexpended portion of the Province's contribution is due to the Province.

	<u>1991</u>	<u>1990</u>
Balance at beginning of year	\$ 1,630	\$ 1,634
Cash received during the year	543,000	468,000
	<u>544,630</u>	<u>469,634</u>
Operating expenses for the year	(527,666)	(468,004)
Balance at end of year	<u>\$ 16,964</u>	<u>\$ 1,630</u>

Note 6 Due to the Motion Picture Development Fund

	<u>1991</u>	<u>1990</u>
Due to the Fund at beginning of year before allowances for non-recovery and decline in value	\$ 5,789,547	\$ 3,430,183
Add:		
Advances in year	—	2,767,107
Interest earned in year on loans to producers	178,073	180,699
Other interest and miscellaneous income	106,885	45,263
Deduct:		
Loans and interest due from producers written off	(690,782)	(633,705)
	<u>5,383,723</u>	<u>5,789,547</u>
Deduct:		
Allowance for non-recovery of loans and interest due from producers	(900,515)	(1,158,314)
Allowance for decline in value of investments	(2,298,333)	(719,448)
Due to the Fund at end of year	<u>\$ 2,184,875</u>	<u>\$ 3,911,785</u>

At March 31, 1991, approximately \$5.5 million (1990 \$5.2 million) was available to the Corporation from the Motion Picture Development Fund.

Note 7 Commitments

a) Loans and investments

At March 31, 1991, the Corporation was committed to making loans and investments of \$937,254 (1990 \$1,960,806) to producers of motion pictures.

b) Long-term leases

Future minimum lease payments under a lease relating to computer equipment are as follows:

Year ending March 31

1992	\$ 50,260
1993	59,644
1994	51,616
Thereafter	5,893
	<u>\$167,413</u>

Note 8 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 9 Approval of Financial Statements

Management reviewed these financial statements and recommended their approval by the Board of Directors.

ALBERTA OPPORTUNITY COMPANY
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue and Expense
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Opportunity Company

I have audited the balance sheet of the Alberta Opportunity Company as at March 31, 1991 and the statements of revenue and expense and changes in financial position for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 17, 1991

ALBERTA OPPORTUNITY COMPANY
BALANCE SHEET
MARCH 31, 1991
(in thousands)

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash	\$ 8,524	\$ 7,292
Accounts receivable	230	273
Property held for sale (Note 3)	1,335	4,113
Loans receivable (Note 4)	125,758	119,402
Venture investments (Note 5)	5,478	6,361
Seed investments (Note 6)	766	223
Fixed assets (Note 7)	682	847
	<u>\$142,773</u>	<u>\$138,511</u>
LIABILITIES AND ACCUMULATED DEFICIT		
Accounts payable and accrued expenses	\$ 1,591	\$ 1,568
Bank guarantees called	1,615	1,550
Subordinated notes payable (Note 8)	25,718	20,731
Long term debt (Note 9)	150,095	156,693
	179,019	180,542
Accumulated deficit (Note 10)	(36,246)	(42,031)
	<u>\$142,773</u>	<u>\$138,511</u>

The accompanying notes are part
of these financial statements.

Accepted on behalf of the Board:
J. Donald
Chairman
R. W. Parker
Director

ALBERTA OPPORTUNITY COMPANY
STATEMENT OF REVENUE AND EXPENSE
FOR THE YEAR ENDED MARCH 31, 1991
(in thousands)

	<u>1991</u>	<u>1990</u>
Revenue:		
Interest	\$17,316	\$ 15,425
Conference income	222	183
Grant from the Province of Alberta for the assistance of small business	26,450	11,000
	<u>43,988</u>	<u>26,608</u>
Expense:		
Interest	16,038	17,180
Provision for doubtful accounts and loss on realization (Note 11)	11,666	12,220
Operations (Note 12)	9,411	9,791
Loss on property held for sale (Note 13)	1,088	373
	<u>38,203</u>	<u>39,564</u>
Net income (loss) for the year	<u>\$ 5,785</u>	<u>\$(12,956)</u>

ALBERTA OPPORTUNITY COMPANY
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991
(in thousands)

	<u>1991</u>	<u>1990</u>
Cash provided by (used for):		
Operations		
Net income (loss) for the year	\$ 5,785	\$(12,956)
Non-cash items:		
Provision for doubtful accounts and loss on realization	11,666	12,220
Depreciation and amortization	178	126
Bad debt recoveries	607	1,244
Property held for sale	3,021	855
Loans receivable:		
Disbursed	(32,668)	(35,289)
Repaid	24,463	30,168
Venture investments:		
Disbursed	(8,567)	(8,239)
Repaid	98	459
Seed investments:		
Disbursed	(1,868)	(447)
Repaid	10	—
Other	118	(787)
	<u>2,843</u>	<u>(12,646)</u>
Financing		
Subordinated notes:		
Issued	18,000	24,105
Repaid	(13,013)	(3,374)
Long term debt:		
Issued	28,000	31,500
Repaid	(34,598)	(38,607)
	<u>(1,611)</u>	<u>13,624</u>
Increase during the year	1,232	978
Cash at beginning of year	7,292	6,314
Cash at end of year	<u>\$ 8,524</u>	<u>\$ 7,292</u>

**ALBERTA OPPORTUNITY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Opportunity Company operates under the authority of the Alberta Opportunity Fund Act, Chapter A-34, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant accounting policies**Property held for sale:**

Property held for sale is valued at the lower of cost or net realizable value. Provision for loss on realization is determined following a review of properties.

Loans receivable:

Loans are stated net of unearned revenue and allowance for doubtful accounts.

The provision for doubtful accounts is determined following a detailed review of the accounts and is based on the Company's historical experience.

Interest income is recorded on the accrual basis until such time as the loan is classified as non-accrual. Interest on non-accrual loans is recognized as revenue when received.

Venture investments:

Venture investments are recorded at cost less an allowance for loss on realization.

Provision for loss on realization of venture investments is determined following a detailed review of the investments and specific provisions are made for those investments known to be in difficulty. A general provision of 25% of the balance of the portfolio is also recognized.

Interest and dividends on venture investments are recorded as income when received.

Seed investments:

Seed investments are recorded at cost less an allowance for loss on realization.

Provision for loss on realization of seed investments is determined following a detailed review of the investments and specific provisions are made for those investments known to be in difficulty. In the absence of historical experience, a general provision of 50% of the balance of the portfolio is also recognized.

Interest and dividends on seed investments are recorded as income when received.

Fixed assets:

Equipment is valued at cost less accumulated depreciation. Depreciation is calculated on a straight line basis at rates of 15% and 20% per annum.

Leasehold improvements are valued at cost less accumulated amortization. Amortization is calculated over the remaining term of each lease.

Grant from the Province of Alberta for the assistance of small business:

The Province of Alberta maintains the financial viability of the Company by granting money appropriated for this purpose. The grant from the Province of Alberta is recorded as revenue in the year for which it is approved.

Note 3 Property held for sale (in thousands)

	<u>1991</u>	<u>1990</u>
Cost	\$3,648	\$6,669
Less: Allowance for loss on realization (Note 11)	2,313	2,556
	<u>\$1,335</u>	<u>\$4,113</u>

Note 4 Loans receivable (in thousands)

	<u>1991</u>	<u>1990</u>
Loans and accrued interest receivable	\$138,196	\$132,669
Less: Allowance for doubtful accounts (Note 11)	12,438	13,267
	<u>\$125,758</u>	<u>\$119,402</u>

Note 5 Venture investments (in thousands)

	<u>1991</u>	<u>1990</u>
Convertible debentures	\$ 537	\$ 3,445
Preferred shares	4,793	4,340
Common shares	8,555	8,832
Shareholder loans	733	259
	<u>14,618</u>	<u>16,876</u>
Less: Allowance for loss on realization (Note 11)	9,140	10,515
	<u>\$ 5,478</u>	<u>\$ 6,361</u>

Note 6 Seed investments (in thousands)

	1991	1990
Preferred shares	\$ 780	\$100
Common shares	1,445	347
Shareholders loans	80	—
	<u>2,305</u>	<u>447</u>
Less: Allowance for loss on realization (Note 11)	<u>1,539</u>	<u>224</u>
	<u>\$ 766</u>	<u>\$223</u>

Note 7 Fixed assets (in thousands)

	Equipment	Leasehold Improvements	1991	1990
Cost	\$1,377	\$210	\$1,587	\$1,574
Less: Accumulated depreciation/amortization	<u>744</u>	<u>161</u>	<u>905</u>	<u>727</u>
	<u>\$ 633</u>	<u>\$ 49</u>	<u>\$ 682</u>	<u>\$ 847</u>

Note 8 Subordinated notes payable

Financing made available by the General Revenue Fund of the Province of Alberta in support of the Company's venture investments and seed investments is provided on issue of subordinated notes payable. The notes rank subordinate to all monies advanced to the Company secured by debentures issued to the Alberta Heritage Savings Trust Fund. Repayment terms of the notes require repayment of the principal sum without interest on the disposition of an investment or on demand by the Province. Negotiations are being pursued which will provide the Province with a sharing in gains on disposition of an investment following elimination of the Company's accumulated deficit.

Note 9 Long term debt (in thousands)

The following debenture debt series comprise debentures issued in varying amounts, rates of interest and maturity dates to the Province of Alberta and held by the Alberta Heritage Savings Trust Fund:

	Issued	Interest Rates	Maturity Dates	Balance Outstanding
Series C	\$ 91,000	8.06% to 11.00%	December 15, 1991 to February 28, 1994	\$ 31,800
Series D	50,000	11.28%	March 31, 1997	41,271
Series E	84,500	10.07% to 11.67%	March 31, 1997 to March 28, 1999	77,024
	<u>\$225,500</u>			<u>\$150,095</u>

Principal repayments are scheduled as follows:
for the year ending March 31,

1992	\$31,304	1996	\$ 20,088
1993	26,180	1997	22,354
1994	18,224	1998	9,059
1995	18,053	1999	<u>4,833</u>
			<u>\$150,095</u>

Note 10 Accumulated deficit (in thousands)

	1991	1990
Balance, beginning of year	\$(42,031)	\$(29,075)
Net income (loss) for the year	5,785	(12,956)
Balance, end of year	<u>\$(36,246)</u>	<u>\$(42,031)</u>

Note 11 Provision for doubtful accounts and loss on realization (in thousands)

	Property held for sale	Loans receivable	Venture investments	Seed investments	1991	1990
Allowance, beginning of year	\$2,556	\$13,267	\$ 10,515	\$ 224	\$ 26,562	\$20,489
Provision	(243)	1,242	9,352	1,315	11,666	12,220
Bad debt recoveries	—	607	—	—	607	1,244
Accounts written off	—	(2,678)	(10,727)	—	(13,405)	(7,391)
Allowance, end of year	<u>\$2,313</u>	<u>\$12,438</u>	<u>\$ 9,140</u>	<u>\$1,539</u>	<u>\$ 25,430</u>	<u>\$26,562</u>

Note 12 Operations (in thousands)

	Loans	Venture	Seed	Conference	1991	1990
Salaries and benefits	\$4,968	\$ 666	\$331	\$152	\$6,117	\$5,550
Board of Directors fees	109	15	8	3	135	139
Legal and other fees	500	294	35	1	830	1,231
Communications	460	159	58	248	925	1,031
Other operating	1,032	257	71	44	1,404	1,840
	<u>\$7,069</u>	<u>\$1,391</u>	<u>\$503</u>	<u>\$448</u>	<u>\$9,411</u>	<u>\$9,791</u>

Note 13 Loss on property held for sale (in thousands)

The loss represents the net operating results and disposals on businesses and properties being managed until sold. These were acquired from borrowers whose businesses defaulted on loans.

	Operating Results	Disposals	1991	1990
Revenue/sale proceeds	\$ 534	\$2,402	\$ 2,936	\$ 4,966
Expenses/acquisition costs	800	3,224	4,024	5,339
Net (loss) for the year	<u>\$(266)</u>	<u>\$ (822)</u>	<u>\$(1,088)</u>	<u>\$ (373)</u>

Note 14 Contingent liabilities (in thousands)

Guarantees of bank loans:

The Company is contingently liable as a guarantor of bank loans aggregating \$1,120 (\$1,163 - 1990).

Legal actions:

There are five claims totalling approximately \$2,350 (forty eight claims totalling approximately \$36,181 - 1990) against the Company. The Company considers that a valid defense exists in each instance and no material loss is anticipated.

Note 15 Commitments (in thousands)

Authorizations undisbursed:

	1991	1990
Loans	\$ 8,121	\$13,254
Guarantees	250	120
Venture investments	1,668	6,604
Seed investments	320	817
	<u>\$10,359</u>	<u>\$20,795</u>

Note 16 Comparative figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Statement of Capital Surplus
Notes to the Financial Statements
Schedule of Operating Expenses

AUDITOR'S REPORT

To the Minister of Energy

I have audited the balance sheet of the Alberta Electric Energy Marketing Agency as at March 31, 1991 and the statements of revenue and expenditure and capital surplus for the year then ended. These financial statements are the responsibility of the Agency's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Agency as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 30, 1991

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$27,374	\$24,457
Accounts receivable	1,034	500
	<u>28,408</u>	<u>24,957</u>
Fixed:		
Equipment, at cost	18,452	40,432
	<u>\$46,860</u>	<u>\$65,389</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 3,070	\$10,383
Due to the Province of Alberta	25,338	14,574
	<u>28,408</u>	<u>24,957</u>
Capital surplus	18,452	40,432
	<u>\$46,860</u>	<u>\$65,389</u>
The accompanying notes are part of these financial statements.		

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
REVENUE		
Sales of electric energy	\$1,312,694,778	\$1,009,541,914
EXPENDITURE		
Purchases of electric energy	1,312,694,778	1,009,541,914
Shielding grants (Note 5)	(135,852)	2,857,714
Operating expenses, Schedule 1	354,662	340,870
	<u>1,312,913,588</u>	<u>1,012,740,498</u>
Excess of expenditure over revenue	\$ 218,810	\$ 3,198,584
Contribution by the Province of Alberta	<u>\$ 218,810</u>	<u>\$ 3,198,584</u>

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Balance at beginning of year	\$40,432	\$31,923
Add: Purchases of equipment	—	8,509
	<u>40,432</u>	<u>40,432</u>
Less: Disposal of equipment	21,980	—
Balance at end of year	<u>\$18,452</u>	<u>\$40,432</u>

**ALBERTA ELECTRIC ENERGY MARKETING AGENCY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Electric Energy Marketing Agency operates under the authority of the Electric Energy Marketing Act, Chapter E-4.1, Statutes of Alberta 1981, as amended. On April 11, 1991, the Minister of Energy announced that responsibility for administration of Agency operations will be transferred to the Department of Energy effective July 2, 1991.

Note 2 Significant Accounting Policies and Reporting Practices**(a) General:**

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of fixed assets are charged to operations in the year of acquisition. Notwithstanding this policy, however, the balance sheet also shows, for information purposes, the cumulative amount of such expenditures in respect of all fixed assets presently owned with a corresponding credit shown as capital surplus.

(b) Changes in Financial Position:

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Office accommodation and certain other overhead costs incurred in the administration of the Agency have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Approval by the Public Utilities Board

The price at which electric energy is sold to the Alberta Electric Energy Marketing Agency is subject to Public Utilities Board approval. Any subsequent price adjustments by the Board, received by the Agency on or before December 31 in respect of a prior year, are reflected in the following calendar year.

Note 5 Shielding Grants

The shielding grant program ceased effective May 31, 1989. However, the price at which electric energy was sold to the agency for the 1989 calendar year was revised by the Public Utilities Board on December 31, 1990 resulting in a recovery of shielding grants paid prior to May 31, 1989.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

**ALBERTA ELECTRIC ENERGY MARKETING AGENCY
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Salaries and wages	\$282,894	\$261,828
Employee benefits	37,078	33,287
Travel and hospitality	14,777	10,253
Legal, consulting and business services	11,719	17,961
Equipment rental	4,208	3,811
Printing, stationery and supplies	3,267	3,517
Freight, postage and telephone	719	770
Purchases of equipment	—	8,509
Repairs and maintenance	—	934
	<u>\$354,662</u>	<u>\$340,870</u>

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Balance
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta Oil
Sands Technology and Research Authority

I have audited the balance sheet of the Alberta Oil Sands Technology and Research Authority - Oil Sands Technology and Research Fund as at March 31, 1991 and the statement of revenue, expenditure and fund balance for the year then ended. These financial statements are the responsibility of the Authority's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 20, 1991

**ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$24,042,173	\$35,991,145
Deposits on projects, net (Note 3)	646,449	915,595
Accounts receivable	874,000	3,740,614
	<u>\$25,562,622</u>	<u>\$40,647,354</u>
LIABILITIES AND FUND BALANCE		
Current:		
Accounts payable	\$ 9,731,422	\$10,224,549
Holdbacks payable	1,991,116	1,045,196
	<u>11,722,538</u>	<u>11,269,745</u>
Fund balance	13,840,084	29,377,609
	<u>\$25,562,622</u>	<u>\$40,647,354</u>
The accompanying notes are part of these financial statements.		

**ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND BALANCE
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Revenue:		
Contributions by the Province of Alberta:		
General Revenue Fund	\$ 25,394,000	\$29,349,000
Alberta Heritage Savings Trust Fund	—	5,151,000
Technology sales	534,321	664,347
	<u>25,928,321</u>	<u>35,164,347</u>
Expenditure:		
Underground access	14,875,922	1,443,614
Institutional research	9,764,521	9,859,819
In situ oil sands	5,387,309	7,808,379
Mining and extraction	5,255,838	3,757,821
Technology transfer and commercialization	1,927,528	323,753
Enhanced recovery	1,112,404	699,407
Bitumen upgrading	1,062,272	1,542,823
Technology handling	626,764	1,275,223
Authority costs	517,638	228,811
Environment	517,196	127,483
Training activities	427,005	440,325
International activities	311,499	178,880
Carbonate trend	29,953	57,911
Heavy oil	(350,003)	(245,312)
	<u>41,465,846</u>	<u>27,498,937</u>
Excess (deficiency) of revenue over expenditure for the year	(15,537,525)	7,665,410
Fund balance at beginning of year	29,377,609	21,712,199
Fund balance at end of year	<u>\$ 13,840,084</u>	<u>\$29,377,609</u>

**ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Oil Sands Technology and Research Authority operates under the authority of the Oil Sands Technology and Research Authority Act, Chapter 0-6, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

Expenditures are stated net of recoveries arising from agreements with various participants.

Interest earned on cash balances is credited to the General Revenue Fund, and is not reflected in these financial statements.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Deposits on Projects

This amount represents the net excess of cash calls on projects over actual expenditures.

Note 4 Potential Recoveries

The following amounts represent maximum potential future recoveries from the participants in respect of projects funded by the Authority:

	1991	1990
Shell Canada Resources Limited (In situ oil sands)		
- PRISP Project	\$12,200,000	\$12,200,000
- Sale of 50% interest in PRISP Project	12,200,000	12,200,000
Norcen International Ltd. (Heavy oil) - BODO Steam Pilot Project	4,129,000	4,779,000
Viktor Resources Ltd. (Enhanced recovery) - Joffre Project	3,792,000	4,104,000
	<u>\$32,321,000</u>	<u>\$33,283,000</u>

Recovery of these amounts is dependent on generation of sufficient revenue by the projects. Due to the uncertainty concerning the amount of recoveries which may ultimately be generated, these amounts have not been included as a receivable in these financial statements and will be offset against expenditures in the year of receipt.

Note 5 Commitments

The Authority had outstanding commitments as at March 31, 1991 totalling \$23,764,000 (1990 \$32,770,000) for approved projects.

Note 6 Contingent Liabilities

The Authority is involved in a number of legal proceedings. Claims amounting to approximately \$2,100,000 have been filed against the Authority. In the opinion of management, the disposition of these claims is not likely to materially affect the financial position of the Authority. Settlements, if any, will be reflected as expenditure in the year the settlement occurs.

Note 7 Administration Costs

The following costs incurred in the administration of the Authority have been borne by the General Revenue Fund and are not reflected in these financial statements.

	1991	1990
Salaries and wages	\$2,382,809	\$2,146,443
Rental of property and equipment	405,954	386,254
Employee benefits	364,464	333,990
Fees and commissions	273,484	227,943
Travelling and hospitality	174,137	174,274
Materials and supplies	94,264	75,063
Equipment maintenance	27,202	12,607
Telephone and telegraph	18,886	16,318
Advertising	10,154	(1,168)
Freight, express and postage	8,915	19,421
Insurance premiums	4,569	4,521
Grants	4,000	3,050
Furniture and equipment purchases	2,878	2,351
Staff relocation costs	—	11,511
	<u>\$3,771,716</u>	<u>\$3,412,578</u>

Note 8 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA PETROLEUM MARKETING COMMISSION
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations - Petroleum Marketing Fund
Statement of Revenue and Expenditure - Operating Fund
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have audited the balance sheet of the Alberta Petroleum Marketing Commission as at December 31, 1990 and the statement of operations for the Petroleum Marketing Fund and the statement of revenue and expenditure for the Operating Fund for the year then ended. These financial statements are the responsibility of the Commission's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Commission as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 28, 1991

**ALBERTA PETROLEUM MARKETING COMMISSION
BALANCE SHEET
AS AT DECEMBER 31, 1990**

	<u>1990</u>	<u>1989</u>
ASSETS		
PETROLEUM MARKETING FUND		
Current		
Cash	\$ 20,851,894	\$ 23,543,660
Accounts receivable	193,227,513	148,123,140
Inventory held on behalf of the Province of Alberta (Note 3)	128,417,970	117,050,170
	<u>342,497,377</u>	<u>288,716,970</u>
OPERATING FUND		
Current		
Cash	5,029,812	5,347,675
Accounts receivable	261,195	375,162
	<u>5,291,007</u>	<u>5,722,837</u>
Furniture, equipment and leasehold improvements, at cost (Note 4)	3,186,830	3,029,616
	<u>\$350,975,214</u>	<u>\$297,469,423</u>
LIABILITIES		
PETROLEUM MARKETING FUND		
Current		
Accounts payable	\$ 41,449,987	\$ 52,141,280
Payable to the Province of Alberta		
Conventional oil - royalty share	258,824,871	206,810,071
Synthetic oil - equity share	42,222,519	29,765,619
	<u>342,497,377</u>	<u>288,716,970</u>
OPERATING FUND		
Current		
Accounts payable	205,575	227,944
Payable to the Province of Alberta (Note 3)	3,264,932	3,692,393
Deferred contributions	1,820,500	1,802,500
	<u>5,291,007</u>	<u>5,722,837</u>
Equity in fixed assets	3,186,830	3,029,616
	<u>\$350,975,214</u>	<u>\$297,469,423</u>

The accompanying notes are part
of these financial statements.

**ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF OPERATIONS
PETROLEUM MARKETING FUND
FOR THE YEAR ENDED DECEMBER 31, 1990**

	<u>1990</u>	<u>1989</u>
Revenue from crude oil sales	\$2,078,197,543	\$1,771,615,517
Expenditure:		
Crude oil purchases (Note 5)	390,956,825	419,372,259
Transportation	89,422,755	93,496,749
	<u>480,379,580</u>	<u>512,869,008</u>
Excess of revenue over expenditure	1,597,817,963	1,258,746,509
Net revenue to the Province of Alberta		
Conventional oil - royalty share	1,338,672,268	1,060,942,404
Synthetic oil - equity share	259,145,695	197,804,105
	<u>1,597,817,963</u>	<u>1,258,746,509</u>
	<u>\$ —</u>	<u>\$ —</u>

**ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 1990**

	<u>1990</u>	<u>1989</u>
Revenue		
Crude oil marketing fees	\$2,834,901	\$2,973,494
Interest	1,621,017	1,602,615
Natural gas price component service fees	322,248	278,250
	<u>4,778,166</u>	<u>4,854,359</u>
Expenditure		
Salaries and benefits	5,099,132	4,868,681
Office rental and maintenance (Note 6)	1,019,469	1,040,370
Regulatory hearings (Note 7)	829,685	260,494
Office supplies and services	231,703	230,066
Travel	193,555	194,927
Equipment rental and maintenance	177,694	232,918
Furniture, equipment and leasehold improvements	157,214	384,392
Computer services	114,951	155,015
Consulting fees	77,184	149,150
	<u>7,900,587</u>	<u>7,516,013</u>
Excess of expenditure over revenue	3,122,421	2,661,654
Net contributions from the Province of Alberta (Note 8)	3,122,421	2,661,654
	<u>\$ —</u>	<u>\$ —</u>

**ALBERTA PETROLEUM MARKETING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990**

Note 1 Authority

The Alberta Petroleum Marketing Commission operates under the authority of the Petroleum Marketing Act, Chapter P-5, Revised Statutes of Alberta 1980, as amended, and the Natural Gas Marketing Act, Chapter N-2.8, Statutes of Alberta 1986, as amended.

Note 2 Significant Accounting Policies

General

These financial statements have been prepared in accordance with generally accepted accounting principles, except that purchases of furniture, equipment and leasehold improvements are charged to operating fund expenditure, net of disposal proceeds, in the year of acquisition. The balance sheet, however, states the cumulative amount of such expenditures in respect of all fixed assets presently owned with the offsetting credit to equity in fixed assets.

Inventory Held on Behalf of the Province of Alberta

Inventory held on behalf of the Province, representing Alberta's share of royalty and synthetic oil in feeder and trunk pipelines, is stated at actual net realizable value.

Foreign Currency Translation

Assets and liabilities denominated in foreign currency are translated into Canadian dollars at forward exchange contract rates or, where not covered by forward exchange contracts, at the rate of exchange in effect at the balance sheet date. Revenue and expenditures are translated at forward exchange contract rates or, where not covered by forward exchange contracts, at average monthly exchange rates.

Deferred Contributions

Contributions received from the Province of Alberta to cover operating costs for the three month period subsequent to the fiscal year end have been deferred. Contributions by the Province are based on a yearly budget for the period April 1 to March 31.

Operating Fund Expenditure

The Take-or-pay Costs Sharing Fund is administered pursuant to the Take-or-pay Costs Sharing Act. The expenditure related to the administration of this Fund is reflected in the Statement of Revenue and Expenditure - Operating Fund.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered adequate.

Note 3 Change in Accounting Policy

Inventory held on behalf of the Province, representing Alberta's share of royalty and synthetic oil in feeder and trunk pipelines, is now reported as an asset of the Fund in order to reflect the Commission's control of the oil. The effect of this change is to increase Payable to the Province of Alberta for the current year by amounts of \$119,205,529 for conventional oil and \$9,212,441 for synthetic oil. Similar increases for 1989 were, respectively, \$106,109,028 and \$10,941,142. The change has no effect on the Statement of Operations - Petroleum Marketing Fund.

Note 4 Furniture, Equipment and Leasehold Improvements

During 1990, changes in furniture, equipment and leasehold improvements were as follows:

	Opening Balance	Additions	Disposals	Closing Balance
Furniture and equipment	\$2,187,149	\$157,214	\$ —	\$2,344,363
Leasehold improvements	842,467	—	—	842,467
	<u>\$3,029,616</u>	<u>\$157,214</u>	<u>\$ —</u>	<u>\$3,186,830</u>

Note 5 Petroleum Marketing Operations

Agency Relationships and Marketing Services

Under the Petroleum Marketing Act, the Commission is designated agent of the Province of Alberta to accept delivery of, and market the Crown's royalty share of crude oil. Through an agreement dated August 4, 1977, the Commission is also designated agent of the Province to market its 16.74 percent equity share of production from the Syncrude Canada project. In addition, the Commission offers marketing services to Alberta producers.

Crude Oil Purchase/Sale Exchange Agreements

In order to assist in meeting its sales obligations, the Commission enters into crude oil exchange agreements. Sales and purchases under these agreements are included in revenue and crude oil purchases. In 1990, these purchases amounted to \$232,099,770 (1989 \$234,763,221).

Note 6 Commitment

Effective December 1, 1981, the Commission signed a fifteen year lease for office accommodation at a minimum annual rental of \$692,360 plus other occupancy costs.

Note 7 Regulatory Hearings

Regulatory hearing costs are comprised of the following:

	1990	1989
Outside counsel and consultants	\$671,513	\$161,644
Travel	110,909	56,430
Transcripts	47,263	42,420
	<u>\$829,685</u>	<u>\$260,494</u>

Note 8 Net Contributions From the Province of Alberta

The Commission operates under a grant from the Province, based on its budget year of April 1 to March 31. For the 1990-91 budget year this amounted to \$7,282,000 (1989-90 \$7,210,000). Revenues from crude oil marketing fees, interest and natural gas price component service fees are used to reduce the operating grant requirement and any surplus is subsequently returned to the Province. During the year this surplus amounted to \$4,569,040 (1989 \$4,696,720).

Note 9 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to the 1990 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by the Commission.

PUBLIC UTILITIES BOARD
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Net Expenditure
Statement of Equity in Capital Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Energy

I have audited the balance sheet of the Public Utilities Board as at March 31, 1991 and the statements of net expenditure and equity in capital assets for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 23, 1991

PUBLIC UTILITIES BOARD
BALANCE SHEET
AS AT MARCH 31, 1991

ASSETS	
Current:	
Cash (Note 3)	\$220,346
Accountable advances to staff	7,500
Accounts receivable	846
	<u>228,692</u>
Capital (Note 4)	123,564
	<u>\$352,256</u>
LIABILITIES AND EQUITY	
Current:	
Accounts payable	\$109,402
Deferred revenue (Note 5)	119,290
	<u>228,692</u>
Equity in capital assets	123,564
	<u>\$352,256</u>

The accompanying notes are part of these financial statements.

PUBLIC UTILITIES BOARD
STATEMENT OF NET EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1991

Manpower:	
Staff	\$1,613,058
Board members	560,104
Employer contributions	251,786
Supplementary benefits	36,462
	<u>2,461,410</u>
Supplies and services:	
Travel and relocation	80,629
Materials and supplies	64,893
Professional, technical and labour services	62,055
Equipment rental	33,084
Repair and maintenance of equipment	25,775
Data processing services	23,768
Freight and postage	7,516
Hospitality	5,725
Telephone and telegraph	4,317
Insurance	1,784
Advertising	1,526
	<u>311,072</u>
Acquisition of capital assets	181,878
Total expenditure	<u>2,954,360</u>
Less: Contribution from the Province of Alberta (Note 6)	1,032,317
Assessments of Utilities (Note 7)	1,922,043
	<u>2,954,360</u>
Net Expenditure	<u>\$ —</u>

PUBLIC UTILITIES BOARD
STATEMENT OF EQUITY IN CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 1991

Acquisition of capital assets:	
Computer hardware and software	\$164,537
Office equipment and furniture	17,341
	<u>181,878</u>
Less amortization:	
Computer hardware and software	54,846
Office equipment and furniture	3,468
	<u>58,314</u>
Equity in capital assets at end of year	<u>\$123,564</u>

**PUBLIC UTILITIES BOARD
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Public Utilities Board operates under the authority of the Public Utilities Board Act, Chapter P-37, Revised Statutes of Alberta 1980, as amended.

On March 15, 1990 the administration of the Act was transferred from the Attorney General to the Minister of Energy. In prior years, expenses incurred in the administration of the Board were included in the statement of expenditure of the Attorney General's Department.

An amendment to the Act requires that not less than one-third of the estimated expenditure of the Board in a fiscal year be funded by a grant from the Province of Alberta through the Department of Energy. That part of the estimated expenditure not provided by the Province is collected through assessments and costs imposed by the Board.

Note 2 Significant Accounting Policies and Reporting Practices
a) General

These financial statements have been prepared in accordance with generally accepted accounting principles except that acquisitions of capital assets are charged as expenditure. For information purposes, these capital assets are shown on the balance sheet at original cost less accumulated amortization, with a corresponding credit to equity in capital assets.

b) Amortization of Capital Assets

Capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer hardware and software	3 years
Office equipment and furniture	5 years

c) Deferred Revenue

Contributions from the Province of Alberta and assessments of utilities received in excess of operating requirements of the fiscal year are reported as deferred revenue and are available to fund operations of the subsequent year.

d) Statement of Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest earned on such deposits is credited directly to the General Revenue Fund and is not reflected in these financial statements.

Note 4 Capital Assets

Capital assets are summarized as follows:

	Cost	Accumulated Amortization	Net Book Value
Computer hardware and software	\$164,537	\$54,846	\$109,691
Office equipment and furniture	17,341	3,468	13,873
	<u>\$181,878</u>	<u>\$58,314</u>	<u>\$123,564</u>

Note 5 Deferred Revenue

Deferred revenue is summarized as follows:

Funds received:

Province of Alberta	\$1,074,000
Assessment of utilities	1,999,650
	<u>3,073,650</u>

Operating requirements 2,954,360

Deferred revenue at end of year \$ 119,290

The financial year ended March 31, 1991 was the first year in which utilities were assessed to provide part of the Board's operating requirements. The unexpended funds have been treated as deferred revenue and will be taken into account in imposing assessments for subsequent years pursuant to section 20.1(5) of the Act.

Note 6 Contribution from the Province of Alberta

The contribution from the Province of Alberta represents a grant to partially fund the operating expenditures of the Board.

Note 7 Assessment of Utilities

Assessment of utilities represents assessments imposed by the Board pursuant to the Act to partially fund the operating expenditures of the Board.

Note 8 Administration Costs

Office accommodation and certain other overhead costs incurred in the administration of the Board have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

TAKE-OR-PAY COSTS SHARING FUND
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have audited the balance sheet of the Take-or-pay Costs Sharing Fund as at December 31, 1990 and the statement of revenue and expenditure for the year then ended. These financial statements are the responsibility of the Commission's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 28, 1991

TAKE-OR-PAY COSTS SHARING FUND
BALANCE SHEET
AS AT DECEMBER 31, 1990

	1990	1989
ASSETS		
Current:		
Cash	\$ 3,319,339	\$ 2,042,157
Accounts receivable	10,684,487	14,971,550
	<u>\$14,003,826</u>	<u>\$17,013,707</u>
LIABILITIES		
Current:		
Accounts payable	\$ 4,080,112	\$ 5,750,226
Deferred revenue (Note 3)	9,923,714	11,263,481
	<u>\$14,003,826</u>	<u>\$17,013,707</u>

The accompanying notes are part of these financial statements.

TAKE-OR-PAY COSTS SHARING FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1990

	1990	1989
Revenue		
Take-or-pay levies	\$139,459,972	\$184,615,761
Interest	328,212	266,755
	<u>139,788,184</u>	<u>184,882,516</u>
Expenditure		
Take-or-pay costs	139,788,184	184,882,516
Excess of revenue over expenditure	<u>\$ —</u>	<u>\$ —</u>

TAKE-OR-PAY COSTS SHARING FUND
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990

- Note 1 Authority**
The Take-or-pay Costs Sharing Fund was established by the Take-or-pay Costs Sharing Act, Chapter T-O.1, Statutes of Alberta 1986, as amended.
- Note 2 Significant Accounting Policies**
Administration Costs
In accordance with the Take-or-pay Costs Sharing Act, the Fund is administered by the Alberta Petroleum Marketing Commission. Costs of administration are reflected in the Statement of Revenue and Expenditure - Operating Fund.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered adequate.
- Note 3 Deferred Revenue**
Deferred revenue represents the portion of current year revenue which will be used to pay future Take-or-pay costs.
- Note 4 Approval of Financial Statements**
These financial statements were approved by the Commission.

ALBERTA ENVIRONMENTAL RESEARCH TRUST
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Trustees of the
Alberta Environmental Research Trust

I have audited the balance sheet of the Alberta Environmental Research Trust as at March 31, 1991 and the statement of revenue, expenditure and unexpended funds for the year then ended. These financial statements are the responsibility of the Trust's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Trust as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 9, 1991

ALBERTA ENVIRONMENTAL RESEARCH TRUST
BALANCE SHEET
AS AT MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$623,550	\$360,347
Accounts receivable	50,020	—
Prepaid insurance	1,402	1,402
Travel advance to employee	500	500
	<u>675,472</u>	<u>362,249</u>
Office equipment, at cost	8,776	2,330
	<u>\$684,248</u>	<u>\$364,579</u>
LIABILITIES		
Current:		
Research grants payable	\$ 31,517	\$ 20,148
Accounts payable	1,905	2,734
	<u>33,422</u>	<u>22,882</u>
Equity in fixed assets	8,776	2,330
Unexpended funds	642,050	339,367
	<u>\$684,248</u>	<u>\$364,579</u>

The accompanying notes are part
of these financial statements.

ALBERTA ENVIRONMENTAL RESEARCH TRUST
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
REVENUE		
Grants from the Province of Alberta:		
Department of the Environment	\$300,000	\$300,000
Contributions from Alberta Lotteries	85,000	—
Donations	85,000	—
Interest	70,995	46,226
	<u>540,995</u>	<u>346,226</u>
EXPENDITURE		
Research grants	101,580	90,414
Salaries and benefits	60,072	54,969
Promotion	33,847	2,400
Honoraria	16,223	8,376
Travel and entertainment	9,234	14,691
Printing and office supplies	7,163	6,089
Office equipment	6,446	2,330
Miscellaneous	3,747	1,686
	<u>238,312</u>	<u>180,955</u>
Excess of revenue over expenditure	302,683	165,271
Unexpended funds at beginning of period	339,367	174,096
Unexpended funds at end of period	<u>\$642,050</u>	<u>\$339,367</u>

ALBERTA ENVIRONMENTAL RESEARCH TRUST
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

- Note 1 **Authority**
The Alberta Environmental Research Trust operates under the authority of the Alberta Environmental Research Trust Act, Chapter A-20, Revised Statutes of Alberta 1980, as amended.
- Note 2 **Significant Accounting Policies**
General
These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of office equipment are charged to expenditure in the year of acquisition. The balance sheet, however, states the cumulative amount of such expenditures with the offsetting credit to equity in fixed assets.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
Donations
Donations are reported as revenue in the fiscal year during which they are received.
- Note 3 **Administration Costs**
Equipment, furniture and certain overhead costs incurred in the administration of the Trust have been borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 4 **Commitments for Research Grants**
The Trust was committed at March 31, 1991 to provide funding totalling \$942,300 (1990 \$167,900) for approved research projects. At the same date, sponsors had pledged \$429,000 in matching donations to fund a number of the Trust's major research projects.
- Note 5 **Comparative Figures**
The 1990 figures have been reclassified where necessary to conform to 1991 presentation.
- Note 6 **Approval of Financial Statements**
These financial statements have been approved by management.

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Retained Earnings
Notes to the Financial Statements
Schedule of Operating Expenditures

AUDITOR'S REPORT

To the Members of the
Alberta Special Waste Management Corporation

I have audited the balance sheet of the Alberta Special Waste Management Corporation as at March 31, 1991 and the statement of revenue, expenditure and retained earnings for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 3, 1991

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$15,936	\$ 8,776
Accounts receivable	909	1,433
Prepaid expense	12	5
	<u>16,857</u>	<u>10,214</u>
Investment in joint venture (Note 4)	14,013	17,777
Capital (Note 5)	2,980	2,931
	<u>\$33,850</u>	<u>\$30,922</u>
LIABILITIES AND EQUITY		
Current liabilities:		
Due to joint venture	\$ 1,258	\$ 1,118
Accounts payable	855	581
Estimated future treatment costs (Note 6)	1,089	1,891
Security deposits	15	15
	<u>3,217</u>	<u>3,605</u>
Due to joint venture, deferred (Note 7)	8,530	3,425
Equity:		
Equity in joint venture	14,013	17,777
Equity in capital assets	2,980	2,931
Retained earnings	5,110	3,184
	<u>22,103</u>	<u>23,892</u>
	<u>\$33,850</u>	<u>\$30,922</u>
The accompanying notes are part of these financial statements.		

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
Revenue:		
Grant from the Province of Alberta, General Revenue Fund	\$37,100	\$25,065
Interest earnings	3,318	2,242
Other	28	2
	<u>40,446</u>	<u>27,309</u>
Expenditure:		
Joint venture:		
Contribution to operations, net (Note 8)	30,311	24,303
Investment (recovery) (Note 4)	(3,764)	1,791
Operating, Schedule 1	11,973	6,431
	<u>38,520</u>	<u>32,525</u>
Excess (deficiency) of revenue over expenditure	1,926	(5,216)
Retained earnings at beginning of year, as restated (Note 3)	3,184	8,400
Retained earnings at end of year	<u>\$ 5,110</u>	<u>\$ 3,184</u>

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Special Waste Management Corporation operates under the authority of the Special Waste Management Act, Chapter S-21.5, Statutes of Alberta 1982, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- a) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:
- (i) The cost of capital assets is expensed in the year of acquisition. Capital assets are also shown on the balance sheet at cost with a corresponding credit to equity in capital assets.
 - (ii) The annual investment in or recovery from the participation in the joint venture is included in expenditure for the year. The cumulative net investment is shown on the balance sheet at cost with a corresponding credit to equity in joint venture.
- b) A statement of changes in financial position has not been provided as disclosure in these financial statements is considered to be adequate.

Note 3 Change in Accounting Policy for Contribution to Joint Venture Operations

In previous years, the Corporation's contribution to joint venture operations was reported net of deferred revenue held by the joint venture. This year, the Corporation's contribution to joint venture operations has been reported gross without any adjustment for deferred revenue. Accordingly, the Corporation also reports a liability to the joint venture (see Note 7). The effect of this change, which has been applied retroactively, on the current year is to decrease the excess of revenue over expenditure by \$5,105,177 (1990 \$1,495,598). In addition, there is a cumulative decrease in the investment and equity in joint venture by \$5,686,530 (1990 \$2,283,079).

The impact of this restatement on the retained earnings account is as follows:

	1991	1990
	(thousands of dollars)	
Retained earnings at beginning of year, as previously reported	\$ 6,609	\$10,329
Accrual for increase in contributions to operations, net	(3,425)	(1,929)
Retained earnings at beginning of year, as restated	<u>\$ 3,184</u>	<u>\$ 8,400</u>

Note 4 Investment in Joint Venture

In a joint venture to establish, own, operate and maintain a part of the Alberta Special Waste Management System, the Corporation and Bovar have a 40% and 60% interest respectively. The Corporation's investment in the joint venture is summarized hereunder:

	1991	1990
	(thousands of dollars)	
Balance at beginning of year, as restated	\$17,777	\$15,986
Investment (recovery)	(3,764)	1,791
Balance at end of year	<u>\$14,013</u>	<u>\$17,777</u>

Note 5 Capital Assets

Capital assets consist of the following:

	Balance March 31, 1990	Additions During Year	Deletions	Balance March 31, 1991
	(thousands of dollars)			
Swan Hills facility services:				
Utilities	\$2,383	\$46	\$—	\$2,429
Deep well lease	90	—	—	90
Land	74	—	—	74
	<u>2,547</u>	<u>46</u>	<u>—</u>	<u>2,593</u>
Furniture and equipment	142	36	33	145
Leasehold improvements	242	—	—	242
	<u>\$2,931</u>	<u>\$82</u>	<u>\$33</u>	<u>\$2,980</u>

Note 6 Estimated Future Treatment Costs

Corporation sponsored community programs have accumulated waste for which the future treatment cost is estimated as follows:

	1991	1990
	(thousands of dollars)	
Pesticide containers	\$1,089	\$1,374
Household materials	—	517
	<u>\$1,089</u>	<u>\$1,891</u>

PROVINCIAL AGENCIES

Note 7 Due to Joint Venture, Deferred

An agreement between the Corporation and Bovar provides that a portion of the Corporation's contribution to the joint venture's operations is not payable until such time as the related joint venture deferred revenue is included in the income of the joint venture.

Note 8 Contributions to Operations, Net

Under the terms of the joint venture agreement, the Corporation agrees to pay an amount which provides the joint venture with an agreed rate of return. The Corporation's share of the joint venture's net income is netted against the contributions.

Note 9 Guarantee

The Corporation and Bovar have jointly and severally guaranteed payments of certain joint venture mortgages on housing properties of which balances outstanding at March 31, 1991 totalled \$5.5 million. At March 31, 1990, similar guarantees under housing leases and mortgages totalled \$5.2 million.

Note 10 Administration Expenses

Head office premises and certain basic office furnishings are provided by the Province of Alberta. These assets and certain administrative services are provided at no charge and accordingly are not reflected in these financial statements.

Note 11 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 12 Approval of Financial Statements

These financial statements have been approved by management and the Audit Committee.

Schedule 1

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
SCHEDULE OF OPERATING EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>Total</u>
Waste treatment	\$ 6,976
Waste handling	1,360
Advertising and promotion	813
External consultants	793
Salaries and group benefits	722
Rent	270
Warehousing	167
Professional fees	100
Capital asset purchases	82
Staff travel	76
Security	74
Printing and stationery	71
Repairs and maintenance	70
Members' honoraria and expenses	68
External travel	51
Insurance	41
Office expenses	38
Conference expenses	30
Postage and delivery	30
Orphan site reclamation	29
Utilities	27
Staff development	27
Telephone and fax	26
Swan Hills offsite services	21
Memberships and subscriptions	11
Total 1991	<u>\$11,973</u>
Total 1990	<u>\$ 6,431</u>

ENVIRONMENT COUNCIL OF ALBERTA
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Statement of Equity in Capital Assets
Notes to the Financial Statements
Schedule of Alberta Round Table on Environment and Economy Expenses

AUDITOR'S REPORT

To the Chief Executive Officer of the
Environment Council of Alberta

I have audited the balance sheet of the Environment Council of Alberta as at March 31, 1991 and the statements of revenue, expenditure and unexpended funds and equity in capital assets for the year then ended. These financial statements are the responsibility of the Council's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Council as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 31, 1991

ENVIRONMENT COUNCIL OF ALBERTA
BALANCE SHEET
AS AT MARCH 31, 1991

	1991	1990
ASSETS		
Current:		
Cash	\$288,259	\$ 29,855
Accounts receivable	67,355	131
Prepaid expenses	4,809	10,116
	<u>360,423</u>	<u>40,102</u>
Capital:		
Office equipment, at cost	163,545	172,716
Less: Accumulated amortization	138,271	152,862
	<u>25,274</u>	<u>19,854</u>
	<u>\$385,697</u>	<u>\$ 59,956</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 33,986	\$ 5,835
Equity:		
Equity in capital assets	25,274	19,854
Unexpended funds	326,437	34,267
	<u>351,711</u>	<u>54,121</u>
	<u>\$385,697</u>	<u>\$ 59,956</u>

The accompanying notes are part
of these financial statements.

ENVIRONMENT COUNCIL OF ALBERTA
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Revenue:		
Contributions from the General Revenue Fund:		
Operations	\$1,209,453	\$ 989,949
Alberta Round Table on Environment and Economy	285,000	—
	<u>1,494,453</u>	<u>989,949</u>
Expenditure:		
Salaries	805,661	699,048
Employee benefits	88,900	79,372
Fees and commissions	82,763	27,745
Alberta Round Table on Environment and Economy expenses, Schedule 1	75,783	—
Travelling	50,432	99,375
Office supplies and postage	35,051	46,325
Equipment rental	20,817	22,167
Equipment purchases	11,592	20,632
Printing	9,569	14,472
Library	7,715	2,799
Telephone	6,414	5,102
Hall rentals and meetings	4,306	4,369
Equipment maintenance	2,251	2,068
Advertising	835	—
Miscellaneous	194	470
	<u>1,202,283</u>	<u>1,023,944</u>
Excess (deficiency) of revenue over expenditure	292,170	(33,995)
Unexpended funds at beginning of year	34,267	68,262
Unexpended funds at end of year	<u>\$ 326,437</u>	<u>\$ 34,267</u>

ENVIRONMENT COUNCIL OF ALBERTA
STATEMENT OF EQUITY IN CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Balance at beginning of year	\$19,854	\$12,185
Add: Equipment purchases	<u>19,056</u>	<u>20,632</u>
	38,910	32,817
Less: Amortization for the year	<u>13,636</u>	<u>12,963</u>
Balance at end of year	<u>\$25,274</u>	<u>\$19,854</u>

ENVIRONMENT COUNCIL OF ALBERTA
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Environment Council of Alberta operates under the authority of the Environment Council Act, Chapter E-13, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that capital assets are charged to expenditure at the date of acquisition. Capital assets are shown on the balance sheet at original cost less accumulated amortization, with a corresponding credit to equity in capital assets. Amortization is charged to equity in capital assets.

Amortization is provided over the estimated useful life of the assets on the straight-line method at a rate of 33 1/3% for computer equipment and software and 10% for the remaining office equipment.

Interest earned on cash balances is credited to the General Revenue Fund, and is not reflected in these financial statements.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Expenses

The cost of office furniture and accommodation expenses incurred in the administration of the Council are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Alberta Round Table on Environment and Economy

The Alberta Round Table on Environment and Economy was established effective May 23, 1990. The expenses shown in Schedule 1 reflect the payments made by the Council in providing secretariat services to the Round Table. Other costs associated with the Round Table are paid by the Department of Environment or are donated by the private sector.

Note 5 Leases

The Council has an obligation under a long-term operating lease for equipment rental. The future minimum lease payments for each of the next five years and thereafter are:

Year Ending March 31	
1992	\$19,234
1993	19,234
1994	19,234
1995	4,809
1996 and thereafter	<u>—</u>
	<u>\$62,511</u>

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ENVIRONMENT COUNCIL OF ALBERTA
SCHEDULE OF ALBERTA ROUND TABLE ON ENVIRONMENT
AND ECONOMY EXPENSES
FOR THE YEAR ENDED MARCH 31, 1991

(Note 4)

Fees and commissions	\$41,753
Travel	15,725
Equipment purchase	7,464
Office supplies and postage	5,219
Hall rentals and meetings	1,927
Library	1,728
Telephone	804
Printing	741
Equipment rental	422
	<u>\$75,783</u>

ENERGY RESOURCES CONSERVATION BOARD
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Revenue Surplus
Statement of Equity in Capital Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Energy
Resources Conservation Board

I have audited the balance sheet of the Energy Resources Conservation Board as at March 31, 1991 and the statements of revenue, expenditure and revenue surplus, and equity in capital assets for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 23, 1991

ENERGY RESOURCES CONSERVATION BOARD
BALANCE SHEET
AS AT MARCH 31, 1991

	ASSETS	<u>1991</u>	<u>1990</u>
Current:			
Cash and short-term deposits		\$ 7,832,486	\$ 7,779,499
Accounts receivable		1,993,251	863,298
Prepaid expenses		445,899	537,128
		<u>10,271,636</u>	<u>9,179,925</u>
Capital assets, at cost (Note 3)		18,348,664	17,511,074
		<u>\$28,620,300</u>	<u>\$26,690,999</u>
	LIABILITIES AND SURPLUS		
Current:			
Accounts payable		\$ 2,218,182	\$ 1,401,029
Deferred revenue		88,710	87,560
Funds held on behalf of others (Note 4)		251,050	—
		<u>2,557,942</u>	<u>1,488,589</u>
Management Retiring Allowance Plan (Note 5)		1,626,488	1,553,605
Equity in capital assets		18,348,664	17,511,074
Revenue surplus		2,401,103	2,543,760
Well abandonment reserve (Note 7)		3,686,103	3,593,971
		<u>\$28,620,300</u>	<u>\$26,690,999</u>
The accompanying notes are part of these financial statements.			

**ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	Oil and Gas	Coal, Hydro and Electric	Other Operations	Total 1991	Total 1990
Revenue:					
Well administration fees	\$20,629,739	\$ —	\$ —	\$20,629,739	\$19,484,715
Contributions from the Province of Alberta	17,458,000	2,200,000	—	19,658,000	18,658,000
Drilling licences	2,303,350	—	—	2,303,350	1,660,985
Interest	1,879,034	—	197,758	2,076,792	1,815,272
Information services	1,979,510	21,905	—	2,001,415	1,962,045
Pipeline licences	1,422,575	—	—	1,422,575	1,133,240
Registered applications	1,151,000	31,500	—	1,182,500	145,000
Core research centre	1,162,280	—	—	1,162,280	1,220,400
Drilling waste study fees	—	—	348,600	348,600	—
Disposal of capital assets	260,425	—	—	260,425	296,311
Miscellaneous	724,364	7,164	350	731,878	927,277
	<u>48,970,277</u>	<u>2,260,569</u>	<u>546,708</u>	<u>51,777,554</u>	<u>47,303,245</u>
Expenditure:					
Salaries and employee benefits	32,202,877	1,832,743	197,758	34,233,378	33,229,975
Building rent, improvements and maintenance	5,482,984	178,000	—	5,660,984	5,466,543
Computer services	3,599,005	168,000	—	3,767,005	3,826,363
Acquisition of capital assets	1,763,953	8,350	—	1,772,303	1,365,387
Travel and automobile	1,039,119	24,200	—	1,063,319	1,033,206
Equipment rental and maintenance	815,016	3,541	—	818,557	701,347
Studies and research	401,850	5,000	348,950	755,800	412,993
Office and field supplies	629,745	20,177	—	649,922	727,303
Telephone and telegraph	595,707	11,865	—	607,572	607,952
Professional fees	446,709	—	—	446,709	543,809
Courses, memberships and conferences	425,835	9,965	—	435,800	437,530
Software costs	386,169	—	—	386,169	96,679
Postage and deliveries	245,286	10,000	—	255,286	274,107
Well abandonment	191,380	—	—	191,380	119,448
Board hearings	139,112	14,000	—	153,112	94,133
Staff transfers and recruitment	148,755	—	—	148,755	111,022
Publications and periodicals	128,572	3,167	—	131,739	127,983
Insurance	94,677	4,000	—	98,677	76,876
Communication and energium program	64,759	—	—	64,759	102,721
Printing and reproduction	54,464	932	—	55,396	49,324
Miscellaneous	126,389	5,068	—	131,457	167,469
	<u>48,982,363</u>	<u>2,299,008</u>	<u>546,708</u>	<u>51,828,079</u>	<u>49,572,170</u>
Deficit for the year	(12,086)	(38,439)	—	(50,525)	(2,268,925)
Well abandonment reserve (Note 7)					
Return to surplus	368,620	—	—	368,620	137,365
Appropriation from surplus	(460,752)	—	—	(460,752)	(409,086)
	<u>(92,132)</u>	<u>—</u>	<u>—</u>	<u>(92,132)</u>	<u>(271,721)</u>
	(104,218)	(38,439)	—	(142,657)	(2,540,646)
Surplus (deficit) at beginning of year	2,560,642	(16,882)	—	2,543,760	5,084,406
Surplus (deficit) at end of year	<u>\$ 2,456,424</u>	<u>\$ (55,321)</u>	<u>\$ —</u>	<u>\$ 2,401,103</u>	<u>\$ 2,543,760</u>

**ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF EQUITY IN CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 1991**

	1991	1990
Balance at beginning of year	\$17,511,074	\$17,109,411
Acquisitions	1,755,305	1,305,868
	<u>19,266,379</u>	<u>18,415,279</u>
Disposals, at cost	917,715	904,205
Balance at end of year	<u>\$18,348,664</u>	<u>\$17,511,074</u>

**ENERGY RESOURCES CONSERVATION BOARD
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Energy Resources Conservation Board operates under the authority of the Energy Resources Conservation Act, Chapter E-11, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies**(a) General**

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of capital assets are charged to operations in the year of acquisition. For information purposes, the balance sheet shows the cumulative amount of expenditures in respect of capital assets having a cost in excess of \$500 and presently owned, with a corresponding credit shown as equity in capital assets.

(b) Capital assets

Capital assets are recorded at cost, except for donated assets which are recorded at fair market value. The cost of the Petroleum Industry Training Centre does not include the value of assets donated prior to March 31, 1989, since their fair market value could not be determined.

(c) Other Operations

Transactions not relating to oil and gas and coal, hydro and electric are disclosed as other operations. Revenues relating to specific research or studies are recognized to the extent of related expenditures. Unexpended amounts are recorded as funds held on behalf of others.

(d) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Capital Assets

Capital assets are summarized as follows:

	1991	1990
Automobiles	\$ 1,845,466	\$ 1,722,034
Furniture and equipment	8,482,188	7,772,135
'Energeum' Centre displays	1,076,627	1,072,522
Petroleum Industry Training Centre	6,944,383	6,944,383
	<u>\$18,348,664</u>	<u>\$17,511,074</u>

Note 4 Funds Held on Behalf of Others

The Board is holding funds contributed by industry and the Province of Alberta for the following:

	1991
Drilling Waste Program Study	\$236,400
Regional Air Quality Study	14,650
	<u>\$251,050</u>

Note 5 Management Retiring Allowance Plan

The Board has established a management retiring allowance plan for certain management staff, who do not participate in the Public Service Management Pension Plan but who do participate in the Public Service Pension Plan. The Plan is funded by annual contributions from the Board and interest thereon. Interest earned on the Plan is recorded as relating to other operations on the statement of revenue, expenditure and revenue surplus. The Board has no liability beyond making the annual contributions to the Plan.

The management retiring allowance plan is summarized as follows:

	1991	1990
Balance at beginning of year	\$1,553,605	\$1,326,975
Add: Contributions	81,263	110,866
Interest earned	197,758	176,157
	<u>1,832,626</u>	<u>1,613,998</u>
Deduct: Amounts paid	206,138	60,393
Balance at end of year	<u>\$1,626,488</u>	<u>\$1,553,605</u>

Note 6 Pension Cost Obligations

The Board's employees are eligible for membership in either the Public Service Management Pension Plan or the Public Service Pension Plan, two provincially operated pension plans. Although these are defined benefit plans, any experience gains or losses determined by actuarial valuations are the responsibility of the Province of Alberta. Accordingly, no disclosure has been made in these financial statements relating to the effects of participation in the pension plans by the Board and its employees.

Note 7 Well Abandonment Reserve

The well abandonment reserve provides for costs associated with wells that have been abandoned in a condition that does not satisfy the Board's requirements.

Note 8 Lease Commitments

The Board leases office premises and office machines and equipment with lease terms ranging up to twenty years. The future minimum lease payments for each of the five succeeding fiscal years are as follows:

1992	\$4,556,366
1993	4,349,294
1994	4,516,443
1995	4,516,443
1996	4,384,327

Note 9 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by management.

THE WILD ROSE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Wild Rose Foundation

I have audited the balance sheet of The Wild Rose Foundation as at March 31, 1991 and the statement of revenue, expenditure and surplus for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 18, 1991

**THE WILD ROSE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
GENERAL FUND:		
Current assets:		
Cash (Note 4)	\$5,103,164	\$4,314,270
Accounts receivable (Note 5)	45,322	30,169
Prepaid expenses	27,632	15,469
Capital assets (Note 6)	89,097	114,010
Total general fund	<u>5,265,215</u>	<u>4,473,918</u>
ENDOWMENT FUND:		
Cash (Note 4)	4,500,000	4,500,000
	<u>\$9,765,215</u>	<u>\$8,973,918</u>
LIABILITIES AND EQUITY		
GENERAL FUND:		
Current liabilities:		
Grants payable (Notes 2(a) and 9)	\$ 109,446	\$ —
Accounts payable	25,320	9,353
	<u>134,766</u>	<u>9,353</u>
Equity:		
Surplus	5,130,449	4,464,565
Total general fund	<u>5,265,215</u>	<u>4,473,918</u>
ENDOWMENT FUND:		
Equity (Note 10)	4,500,000	4,500,000
	<u>\$9,765,215</u>	<u>\$8,973,918</u>

The accompanying notes are part
of these financial statements.

**THE WILD ROSE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Alberta Lottery Fund	\$5,000,000	\$4,166,000
Interest	1,241,352	1,046,340
Western Canada Lottery Corporation	—	834,000
	<u>6,241,352</u>	<u>6,046,340</u>
EXPENDITURE		
Grants (Notes 2(a) and 9)	4,431,751	4,030,718
Less: Grant recoveries	113,468	124,890
	<u>4,318,283</u>	<u>3,905,828</u>
Volunteer development initiatives (Notes 7 and 9)	630,202	347,361
Administrative:		
Personnel	334,680	295,684
Members (Note 8)	74,237	77,241
Amortization	54,019	42,778
Occupancy	52,330	46,567
Office	48,059	42,771
Advertising and publications	21,942	18,556
Travel	13,959	11,618
Conferences and seminars	11,323	11,237
Consultants	8,733	5,605
Loss on disposal of capital assets	7,701	—
	<u>626,983</u>	<u>552,057</u>
Total expenditure	<u>5,575,468</u>	<u>4,805,246</u>
Excess of revenue over expenditure for the year	665,884	1,241,094
Surplus at beginning of year	4,464,565	3,223,471
Surplus at end of year	<u>\$5,130,449</u>	<u>\$4,464,565</u>

**THE WILD ROSE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Wild Rose Foundation operates under the authority of the Wild Rose Foundation Act, Chapter W-7.8, Statutes of Alberta 1984, as amended.

Note 2 Significant Accounting Policies**(a) Grants Payable**

Liabilities are recorded for grants payable only when all conditions required to qualify for the grants have been met by the grant recipients. (See Note 9)

(b) Amortization of Capital Assets

Amortization is recorded annually using the straight-line method at the following rates:

Furniture and equipment	- 15% of original cost
Leasehold improvements	- over the remaining term of lease
Computer equipment	- 30% of original cost

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Purpose of the Foundation

The purpose of the Foundation is to provide funding to volunteer non-profit organizations that provide necessary and valuable community services to Albertans.

Note 4 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily balance in the Fund at the average rate of interest earned on Fund investments.

Note 5 Accounts Receivable

	<u>1991</u>	<u>1990</u>
Grant refunds, net	\$36,000	\$ 2,222
Promotional material recoveries	—	26,817
Other	9,322	1,130
	<u>\$45,322</u>	<u>\$30,169</u>

Note 6 Capital Assets

	<u>1991</u>	<u>1990</u>
Furniture and equipment, at cost	\$ 92,234	\$103,177
Leasehold improvements, at cost	68,114	54,640
Computer equipment, at cost	54,640	35,964
	<u>214,988</u>	<u>193,781</u>
Less: Accumulated amortization	125,891	79,771
	<u>\$ 89,097</u>	<u>\$114,010</u>

Note 7 Volunteer Development Initiatives

Expenditures are summarized as follows:

	<u>1991</u>	<u>1990</u>
"Volunteer Week" promotion	\$294,537	\$192,610
"Vitalize" conference	177,062	110,339
"Imagine" campaign	121,723	43,878
"International Exchange" program	36,348	—
Other	532	534
	<u>\$630,202</u>	<u>\$347,361</u>

Expenditures include \$304,210 (1990 \$186,000) in grants and \$325,992 (1990 \$161,361) in planning and administrative costs.

Note 8 Members Expenditure

	1991	1990
Honoraria	\$40,117	\$35,275
Travel	18,336	23,773
Conferences and seminars	8,283	3,268
Functions	5,858	11,600
Other	1,643	3,325
	<u>\$74,237</u>	<u>\$77,241</u>

Note 9 Commitments

As at March 31, 1991, the Foundation had commitments of \$213,423 (1990 \$357,495) in respect of grants approved subject to the fulfilment of certain conditions by the applicants and of \$168,000 (1990 \$138,875) in respect of certain volunteer development initiatives. These commitments are not recorded as liabilities as at March 31, 1991. (See Note 2(a))

Note 10 Endowment Fund

The initial contribution of \$4,500,000 received from the Western Canada Lottery Corporation is being held in an endowment fund. The interest earned thereon is recorded as revenue. This endowment fund is not available to the Foundation for use in its normal operations unless approved by the Minister.

Note 11 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 12 Approval of Financial Statements

These financial statements have been approved by management.

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Revenue Surplus
Statement of Equity in Capital Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta
Alcohol and Drug Abuse Commission

I have audited the balance sheet of the Alberta Alcohol and Drug Abuse Commission as at March 31, 1991 and the statements of revenue, expenditure and revenue surplus and equity in capital assets for the year then ended. These financial statements are the responsibility of the Commission's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Commission as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 26, 1991

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
BALANCE SHEET
AS AT MARCH 31, 1991

	ASSETS	<u>1991</u>	<u>1990</u>
Current:			
Cash		\$1,707,847	\$1,316,483
Accountable advances to staff		19,258	17,257
Federal taxes receivable		15,000	7,245
Miscellaneous receivables		81,062	24,110
Inventory		<u>299,338</u>	<u>582,374</u>
		2,122,505	1,947,469
Capital assets (Note 3)		<u>1,148,714</u>	<u>1,009,008</u>
		3,271,219	2,956,477
Trust cash		<u>67,505</u>	<u>55,813</u>
		<u>\$3,338,724</u>	<u>\$3,012,290</u>
	LIABILITIES AND EQUITY		
Current:			
Accounts payable		\$1,620,252	\$1,348,387
Deferred revenue		<u>202,915</u>	<u>16,708</u>
		1,823,167	1,365,095
Inventory reserve		<u>299,338</u>	<u>582,374</u>
Equity in capital assets		<u>1,148,714</u>	<u>1,009,008</u>
		3,271,219	2,956,477
Trust:			
Patients' Benevolent Fund		15,838	13,129
Memorial Trust Fund		<u>51,667</u>	<u>42,684</u>
		67,505	55,813
		<u>\$3,338,724</u>	<u>\$3,012,290</u>

The accompanying notes are part
of these financial statements.

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
REVENUE:		
Contributions by the General Revenue Fund	\$32,155,258	\$31,245,172
Impaired drivers courses	468,435	—
Donations	132,173	—
Grants	70,193	73,533
Seminars	65,589	31,160
Client registration	33,580	32,404
Federal tax recoveries	28,292	—
Publications	27,201	46,614
Miscellaneous	5,708	4,654
TOTAL REVENUE	<u>32,986,429</u>	<u>31,433,537</u>
EXPENDITURE:		
Manpower:		
Salaries	13,845,643	11,990,108
Employer contributions	1,868,277	1,616,427
Wages	1,150,396	1,102,095
Allowances and benefits	83,460	66,212
	<u>16,947,776</u>	<u>14,774,842</u>
Services and supplies:		
Professional, technical and labour services	6,050,153	5,964,071
Materials and supplies	920,021	680,255
Travel and relocation	653,471	649,271
Rental of equipment	219,643	202,606
Repairs and maintenance of equipment	114,853	96,813
Advertising	91,011	127,229
Freight and postage	77,274	86,892
Other services	62,804	74,222
Telephone and communications	47,309	44,771
Insurance	21,565	16,444
Hosting	18,772	20,573
Bad debts	1,730	5,182
	<u>8,278,606</u>	<u>7,968,329</u>
	<u>25,226,382</u>	<u>22,743,171</u>
Other:		
Direct financial assistance to outside agencies	7,589,113	8,070,657
Purchase of capital assets	453,970	598,717
TOTAL EXPENDITURE	<u>33,269,465</u>	<u>31,412,545</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURE	(283,036)	20,992
APPROPRIATION FROM (TO) INVENTORY RESERVE	283,036	(20,992)
REVENUE SURPLUS	<u>\$ —</u>	<u>\$ —</u>

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
STATEMENT OF EQUITY IN CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Balance at beginning of year	\$1,009,008	\$ 660,244
Add:		
Investments in capital assets:		
Purchases included as expenditure	453,970	598,717
Trade-ins and exchanges	5,802	2,092
	<u>1,468,780</u>	<u>1,261,053</u>
Deduct:		
Amortization for the year	304,744	234,746
Disposals at net book value	15,322	17,299
	<u>320,066</u>	<u>252,045</u>
Balance at end of year	<u>\$1,148,714</u>	<u>\$1,009,008</u>

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Alcohol and Drug Abuse Commission operates under the authority of the Alcohol and Drug Abuse Act, Chapter A-38, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(a) These financial statements have been prepared in accordance with generally accepted accounting principles except that capital assets are charged to expense at date of acquisition. Capital assets are also shown on the balance sheet at original cost less accumulated amortization with a corresponding credit to equity in capital assets. Annual amortization is charged to equity in capital assets.

Books, tapes and films are fully amortized in the year of acquisition.

Other capital assets are amortized over their useful lives on a straight-line basis as follows:

Furniture and equipment	- 10 years
Computer equipment	- 5 years

(b) Inventories are valued at cost.

(c) Contributions by the General Revenue Fund used to finance inventory are reported as being appropriated to the inventory reserve.

(d) Contributions by the General Revenue Fund in excess of operating requirements for the year are reported as deferred revenue, and are available to fund operations of the subsequent year.

(e) A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Capital Assets

Capital assets consist of the following:

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>1991 Net</u>	<u>1990 Net</u>
Furniture and equipment	\$1,543,815	\$ 903,035	\$ 640,780	\$ 591,835
Computer equipment	1,042,020	534,086	507,934	417,173
Films and tapes	476,054	476,054	—	—
	<u>\$3,061,889</u>	<u>\$1,913,175</u>	<u>\$1,148,714</u>	<u>\$1,009,008</u>

Note 4 Contributions by the General Revenue Fund

The Province of Alberta recovers part of its contributions to the Commission from the Government of Canada under the Vocational Rehabilitation of Disabled Persons and other agreements. Amounts recovered are included in revenue of the General Revenue Fund, Department of Health. Claims relating to the Commission's activities for the years ended March 31, 1991 and March 31, 1990 amount to \$10,190,198 and \$9,729,785 respectively.

Note 5 Administrative Expenses

Accommodation and other administrative expenses incurred in the administration of the Commission are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 6 Interest on Cash Deposits

Interest from cash deposits in the Consolidated Cash Investment Trust Fund has been credited directly to the General Revenue Fund.

Note 7 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Calgary
Area Hospital Advisory Council

I have audited the balance sheet of the Calgary Area Hospital Advisory Council Fund as at March 31, 1991 and the statement of revenue, expenditure and unexpended funds for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 26, 1991

**CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash	<u>\$5,958</u>	<u>\$1,851</u>
LIABILITIES AND UNEXPENDED FUNDS		
Accounts payable	\$3,203	\$ —
Unexpended funds	<u>2,755</u>	<u>1,851</u>
	<u>\$5,958</u>	<u>\$1,851</u>
The accompanying notes are part of these financial statements.		

**CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Revenue:		
Grants from Department of Health	<u>\$14,148</u>	<u>\$90,619</u>
Expenditure:		
Secretary Treasurer's honorarium	12,197	12,197
Secretarial services	756	846
Travel	205	339
Office	86	1,535
Emergency service study consultant's fees	—	75,000
	<u>13,244</u>	<u>89,917</u>
Excess of revenue over expenditure	904	702
Unexpended funds at beginning of year	<u>1,851</u>	<u>1,149</u>
Unexpended funds at end of year	<u>\$ 2,755</u>	<u>\$ 1,851</u>

**CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

- Note 1 Authority
The Calgary Area Hospital Advisory Council Fund operates under the authority of an Order issued by the Minister pursuant to the Department of Health Act, Chapter D-21.5, Revised Statutes of Alberta 1980, as amended.
- Note 2 Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Approval of Financial Statements
These financial statements were approved by the Chairman of the Calgary Area Hospital Advisory Council.

ALBERTA MORTGAGE AND HOUSING CORPORATION
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Revenue, Expenditure and Change in
Unfunded Operating Deficit
Consolidated Statement of Net Deficit
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Mortgage and Housing Corporation

I have audited the consolidated balance sheet of the Alberta Mortgage and Housing Corporation as at March 31, 1991 and the consolidated statements of revenue, expenditure and change in unfunded operating deficit, net deficit and changes in financial position for the year then ended. These consolidated financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these consolidated financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 12, 1991

ALBERTA MORTGAGE AND HOUSING CORPORATION
CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash	\$ 4,933	\$ 23,463
Accounts receivable	33,686	28,494
Marketable securities (Note 3)	10,488	8,726
Agreements receivable (Note 4)	16,547	10,596
Investments in programs (Note 5):		
Mortgages and loans receivable	740,356	1,536,462
Housing	1,074,681	1,065,368
Real estate	176,580	143,448
Land	83,931	103,717
Capital assets	405	1,495
	<u>\$2,141,607</u>	<u>\$2,921,769</u>
LIABILITIES AND NET DEFICIT		
Accounts payable	\$ 13,356	\$ 11,127
Accrued interest payable	97,401	129,766
Short-term notes payable (Note 6)	18,926	11,866
Property tax deposits on mortgages	9,536	23,404
Due to the General Revenue Fund of the Province of Alberta	19,875	29,196
Unearned mortgage insurance premiums	8,273	8,495
Advance from the General Revenue Fund of the Province of Alberta (Note 7)	188,510	253,510
Long-term debt (Note 8)	2,246,772	3,035,167
	<u>2,602,649</u>	<u>3,502,531</u>
Net deficit	(461,042)	(580,762)
	<u>\$2,141,607</u>	<u>\$2,921,769</u>

The accompanying notes are part of
these consolidated financial statements.

ALBERTA MORTGAGE AND HOUSING CORPORATION
CONSOLIDATED STATEMENT OF REVENUE, EXPENDITURE
AND CHANGE IN UNFUNDED OPERATING DEFICIT
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>Mortgage Lending</u>	<u>Housing</u>	<u>Real Estate</u>	<u>Land</u>	<u>Administrative Support (Note 14)</u>	<u>Total 1991</u>	<u>Total 1990</u>
REVENUE							
Rents	\$ —	\$ 75,981	\$14,464	\$ —	\$ —	\$ 90,445	\$ 86,722
Sales	—	3,728	61,205	23,141	—	88,074	84,322
Interest:							
Mortgages and loans	77,369	—	—	—	—	77,369	76,513
Bank and other	42	1,287	—	545	1,405	3,279	3,361
Marketable securities	—	—	—	—	1,087	1,087	675
Mortgage insurance premiums earned	1,663	—	—	—	—	1,663	1,458
Miscellaneous	1,622	234	—	—	252	2,108	3,511
	<u>80,696</u>	<u>81,230</u>	<u>75,669</u>	<u>23,686</u>	<u>2,744</u>	<u>264,025</u>	<u>256,562</u>
EXPENDITURE							
Interest on long-term debt	97,737	132,486	18,085	—	105	248,413	263,507
Costs of sales	—	3,246	49,227	26,320	—	78,793	73,225
Materials, supplies and repairs	—	29,764	7,483	—	854	38,101	34,222
Taxes, utilities and condominium fees	—	28,004	5,893	—	—	33,897	32,777
Manpower and staff development	—	9,242	—	—	17,209	26,451	25,175
Amortization	—	21,467	—	—	—	21,467	21,798
Grants and subsidies	4,264	14,422	—	—	—	18,686	16,552
Provisions for losses	(41,762)	—	(6,389)	(4,000)	—	(52,151)	14,115
Miscellaneous	—	151	59	—	4,754	4,964	5,137
	<u>60,239</u>	<u>238,782</u>	<u>74,358</u>	<u>22,320</u>	<u>22,922</u>	<u>418,621</u>	<u>486,508</u>
Excess (deficiency) of operating revenue over expenditure from continuing operations	20,457	(157,552)	1,311	1,366	(20,178)	(154,596)	(229,946)
Discontinued operations (Note 9)	6,944	—	—	—	—	6,944	(2,918)
Excess (deficiency) of operating revenue over expenditure before recoveries	27,401	(157,552)	1,311	1,366	(20,178)	(147,652)	(232,864)
Recoveries (Note 10):							
Canada Mortgage and Housing Corporation	—	59,404	3,715	—	—	63,119	56,227
Municipal authorities	—	2,685	—	—	—	2,685	2,542
Excess (deficiency) of operating revenue over expenditure for the year	27,401	(95,463)	5,026	1,366	(20,178)	(81,848)	(174,095)
Funding provided by the General Revenue Fund (Note 11)	51,886	89,163	1,363	39,842	21,014	203,268	171,385
Transfer of assets to the General Revenue Fund (Note 12)	—	—	—	—	(1,926)	(1,926)	—
Decrease (increase) in unfunded operating deficit during the year (Note 13)	<u>\$ 79,287</u>	<u>\$ (6,300)</u>	<u>\$ 6,389</u>	<u>\$41,208</u>	<u>\$ (1,090)</u>	<u>\$ 119,494</u>	<u>\$ (2,710)</u>

ALBERTA MORTGAGE AND HOUSING CORPORATION
CONSOLIDATED STATEMENT OF NET DEFICIT
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
Unfunded operating deficit:		
At beginning of year	\$(609,374)	\$(606,664)
Decrease (increase) during the year	119,494	(2,710)
At end of year (Note 15)	<u>(489,880)</u>	<u>(609,374)</u>
Contributed surplus arising from the transfer of assets from the General Revenue Fund:		
At beginning of year	28,612	27,555
Transfers during the year	226	1,057
At end of year	<u>28,838</u>	<u>28,612</u>
Net deficit	<u><u>\$(461,042)</u></u>	<u><u>\$(580,762)</u></u>

ALBERTA MORTGAGE AND HOUSING CORPORATION
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	<u>1991</u>	<u>1990</u>
Operating activities:		
Deficiency of operating revenue over expenditure	\$ (81,848)	\$(174,095)
Non-cash transactions:		
Provisions for losses	(52,151)	14,115
Amortization:		
Housing and capital assets	21,467	21,798
Discount on marketable securities	(955)	(295)
Loss (gain) on sale of assets:		
Housing	(594)	(896)
Real estate	(12,269)	(7,862)
Land	3,015	(2,564)
Capital assets	—	(30)
Provision for discount on sale of mortgages	(3,007)	15,000
Mortgage insurance premiums earned	(1,663)	(1,458)
Mortgage insurance premiums received	1,441	1,453
Net change in non-cash working capital	<u>(51,457)</u>	<u>2,067</u>
Cash applied to operating activities	<u>(178,021)</u>	<u>(132,767)</u>
Funding provided by the General Revenue Fund	<u>203,268</u>	<u>171,385</u>
Investing activities:		
Mortgage sales, repayments and discharges	855,468	176,765
Proceeds from other sales	88,074	84,322
Acquisitions and transfers:		
Mortgage advances	(14,593)	(33,102)
Housing	(33,914)	(26,420)
Real estate through foreclosures	(83,126)	(15,011)
Land	(4,390)	(5,267)
Capital assets	(836)	(1,179)
Purchases of marketable securities	(8,632)	(6,747)
Proceeds from sale of marketable securities	7,825	9,965
Transfers to land and housing	2,020	1,856
Transfers from real estate to land and housing	7,447	4,434
Decrease (increase) in agreements receivable	(5,951)	1,224
Cash provided by investing activities	<u>809,392</u>	<u>190,840</u>
Financing activities:		
Repayment of long-term debt	(887,395)	(287,376)
Debentures issued	99,000	78,000
Repayment of advance from the General Revenue Fund	(65,000)	(19,600)
Contributed surplus arising during the year	226	1,057
Cash applied to financing activities	<u>(853,169)</u>	<u>(227,919)</u>
Increase (decrease) in cash	<u>(18,530)</u>	<u>1,539</u>
Cash at beginning of year	<u>23,463</u>	<u>21,924</u>
Cash at end of year	<u><u>\$ 4,933</u></u>	<u><u>\$ 23,463</u></u>

ALBERTA MORTGAGE AND HOUSING CORPORATION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Alberta Mortgage and Housing Corporation operates under the authority of the Alberta Mortgage and Housing Corporation Act, Chapter A-32.5, Statutes of Alberta 1984, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

These consolidated financial statements include the accounts of Mortgage Properties Incorporated (MPI), a wholly-owned subsidiary. MPI was incorporated on December 17, 1990 under the Business Corporations Act of the Province of Alberta.

The assets and liabilities and the results of operations of the Mortgage Insurance Fund and the Mobile Home Insurance Fund also form part of the consolidated financial statements.

Summary of significant accounting policies:

a) Mortgages and loans receivable

Mortgages and loans receivable are reported at cost less an allowance for anticipated losses. Cost includes amounts advanced, accrued interest, property taxes, and other charges, less repayments and interest subsidies.

b) Housing

Housing program assets are reported at cost less accumulated amortization.

c) Real estate

Real estate program assets are reported at the lower of cost and net realizable value, on an aggregate basis.

d) Land

Land program assets, designated for sale, are reported at the lower of cost and net realizable value. Land program assets held for future development are reported at cost. Enduring declines in value subsequent to acquisition are written off.

e) Interest revenue - mortgages and loans receivable

Interest is recognized on an accrual basis until the loan is classified as non-accrual. Interest on non-accrual loans is recognized as revenue on a cash basis. Mortgages and loans on multi-unit rental properties are classified as non-accrual when interest or principal payments are contractually past due 30 days. All other mortgages and loans are classified non-accrual when interest or principal payments are contractually past due 90 days. Mortgages and loans guaranteed by the Province of Alberta or the Government of Canada are not classified as non-accrual.

f) Amortization of housing program

Housing program assets are amortized at 2% per annum on a straight-line basis.

g) Contributed surplus

Assets transferred from the General Revenue Fund at nominal values are recorded at fair market value at acquisition date. Contributed surplus arising from these transfers is deducted from the unfunded operating deficit to arrive at the net deficit.

h) Discontinued operations

The Corporation intends to dispose of its mortgage lending portfolio over the next several years. Revenues and expenditures attributable to those portions of the portfolio either sold or specified under a plan of disposal approved during the year, are reported separately as discontinued operations. Anticipated gains or losses on disposal of mortgages and loans specified in an approved plan are included in these revenues and expenditures. Revenues and expenditures of the prior year are reclassified to conform to the presentation of discontinued operations in the current year.

Note 3 Marketable Securities
(thousands of dollars)

Marketable securities consist of the following:

	<u>1991</u>	<u>1990</u>
Treasury bills and coupon notes	\$10,488	\$6,215
Government of Canada bonds	<u>—</u>	<u>2,511</u>
	<u>\$10,488</u>	<u>\$8,726</u>
 Market value	 <u>\$10,553</u>	 <u>\$8,671</u>

Note 4 Agreements Receivable
(thousands of dollars)

Agreements receivable result from agreements to finance the following:

	1991	1990
Sale and development of land:		
Municipal	\$10,252	\$ 4,760
Private	1,608	1,040
Student residences - Province of Alberta	4,015	4,176
Sale of surplus housing	672	620
	<u>\$16,547</u>	<u>\$10,596</u>

Note 5 Investments in Programs
(thousands of dollars)

a) Mortgages and loans receivable

Mortgages and loans receivable consist of the following:

	1991	1990
Current:		
Home ownership	\$105,379	\$ 736,378
Less allowance for discount on sale	—	15,000
	<u>105,379</u>	<u>721,378</u>
Multi-unit rentals	244,776	315,135
Land and others	7,506	9,047
Net current	<u>357,661</u>	<u>1,045,560</u>
Non-Accrual:		
Home ownership	1,628	1,745
Multi-unit rentals	615,592	785,376
Land and others	10,198	17,281
	<u>627,418</u>	<u>804,402</u>
Less allowances for losses on non-accrual amounts:		
Multi-unit rentals	237,423	301,500
Land and others	7,300	12,000
	<u>244,723</u>	<u>313,500</u>
Net non-accrual	<u>382,695</u>	<u>490,902</u>
	<u>\$740,356</u>	<u>\$1,536,462</u>

b) Housing

Housing consists of assets used in the delivery of housing programs.

	Land	Buildings and Contents	Work in Progress	Total
Senior citizens' self contained units	\$ 61,856	\$ 587,116	\$12,091	\$ 661,063
Community housing	56,908	330,201	2,442	389,551
Senior citizens' lodges	7,643	138,782	3,557	149,982
Industrial & mobile home parks	49,856	—	—	49,856
Provincial staff housing	3,603	17,249	56	20,908
Other	454	2,453	1,246	4,153
Total cost	<u>180,320</u>	<u>1,075,801</u>	<u>19,392</u>	<u>1,275,513</u>
Accumulated amortization	—	200,832	—	200,832
1991 Net book value	<u>\$180,320</u>	<u>\$ 874,969</u>	<u>\$19,392</u>	<u>\$1,074,681</u>
1990 Net book value	<u>\$177,684</u>	<u>\$ 872,484</u>	<u>\$15,200</u>	<u>\$1,065,368</u>

c) Real estate

Real estate consists of properties acquired either through mortgage quit claims or foreclosures. These properties are held for sale.

d) Land

Land is acquired for future development to meet housing program needs and for sale to municipalities. Land surplus to program needs is held for sale.

	1991	1990
Designated for sale	\$58,155	\$ 74,002
Less allowance for losses	7,000	11,000
	<u>51,155</u>	<u>63,002</u>
Held for future development	32,776	40,715
	<u>\$83,931</u>	<u>\$103,717</u>

Note 6 Short-Term Notes Payable

Short-term notes payable are held by the Alberta Provincial Corporation Loan Fund and mature within one year.

Note 7 Advance from the General Revenue Fund of the Province of Alberta

The advance is interest free and is repayable on demand.

Note 8 Long-Term Debt
(thousands of dollars)

Long-term debt consists of the following:

	1991	1990
Debentures payable:		
Alberta Heritage Savings Trust Fund, maturing 1991 to 2016, with a weighted average interest rate of 10.72%	\$2,138,667	\$2,925,905
Canada Mortgage and Housing Corporation, maturing 1998 to 2030, with a weighted average interest rate of 8.47%	107,248	107,870
Mortgages and agreements for sale:		
General Revenue Fund, Department of Energy	525	1,051
Canada Mortgage and Housing Corporation	332	341
	<u>\$2,246,772</u>	<u>\$3,035,167</u>

a) The repayment of principal and interest on all borrowings is guaranteed by the Province of Alberta.

b) Debentures are repayable in equal annual or semi-annual instalments of blended principal and interest over the terms to maturity.

c) Approximate aggregate repayments due in each of the next five years are:

1991-92	\$78,617
1992-93	78,688
1993-94	80,853
1994-95	74,868
1995-96	82,898

Note 9 Discontinued Operation
(thousands of dollars)

The sale of certain residential and special purpose mortgages has been completed during the year.

The operating results for the residential mortgages sold are accounted for as a discontinued operation in the current year and in the financial statements for the year ended March 31, 1990. The Corporation has guaranteed any loss, expense or liability incurred by the purchasers due to defaults occurring before January 2, 1998.

The operating results for the special purpose mortgages sold are accounted for as a discontinued operation this year and the previously reported financial statements have been restated.

The book value of the mortgages at the date of sale were as follows:

Residential	\$571,957
Special purpose	128,547
	<u>700,504</u>
Less discount on sale	11,993
	<u>\$688,511</u>

The operating results of the mortgages sold are as follows:

	1991	1990
Interest revenue	<u>\$48,657</u>	<u>\$ 95,184</u>
Excess of revenue over expenditure for the year	\$ 3,937	\$ 12,082
Provision for discount on sale	<u>3,007</u>	<u>(15,000)</u>
Excess (deficiency) of revenue over expenditure on discontinued operations	<u>\$ 6,944</u>	<u>\$ (2,918)</u>

Note 10 Recoveries

a) Canada Mortgage and Housing Corporation

Cost-sharing agreements provide for a contribution by Canada Mortgage and Housing Corporation towards the capital costs and operating deficits incurred on approved social housing projects, and for rent subsidies on real estate properties owned privately or by the Corporation.

b) Municipal Authorities

Cost-sharing agreements provide for contributions by municipal authorities of up to 10% of capital costs and operating deficits of community housing projects.

Note 11 Funding Provided by the General Revenue Fund

Section 14 of the Alberta Mortgage and Housing Corporation Act provides that the operating deficit of the Corporation shall be paid from money voted by the Legislature for the purposes of this Act. Further, the Provincial Treasurer may exclude from the operating deficit of the Corporation all or any part of an expenditure recorded in the accounts of the Corporation in respect of a provision for a decline in the value of assets held or owned by the Corporation.

Note 12 Transfer of Assets to the General Revenue Fund

Effective January 1, 1991, the Corporation transferred all of its capital assets to the General Revenue Fund, Department of Municipal Affairs and to Mortgage Properties Incorporated. The cost of the assets transferred had been fully funded as part of past contributions from the General Revenue Fund and the unfunded operating deficit is increased by the net book value of the transferred assets.

Note 13 Change in Unfunded Operating Deficit

The change in the unfunded operating deficit during the year results from:

- certain unfunded expenditure of prior years which has been funded in the current year, and
- certain expenditure of the current year which has not been funded.

The unfunded operating deficit, which consists of expenditures excluded by the Provincial Treasurer (see Note 11), may be funded in subsequent years.

Note 14 Administrative Support

Effective January 1, 1991, as part of the corporate restructure, administrative support expenditure is no longer borne by the Corporation but is charged directly to the General Revenue Fund, Department of Municipal Affairs. The charge to operations for the year therefore comprises administrative support expenditure from April 1, 1990 to December 31, 1990 and the administration costs of Mortgage Properties Incorporated from January 1, 1991 (the commencement of its activities) to March 31, 1991.

Note 15 Unfunded Operating Deficit
(thousands of dollars)

The unfunded operating deficit at the end of the year consists of the following:

	<u>1991</u>	<u>1990</u>
Mortgages and loans receivable:		
Allowances for losses	\$244,723	\$328,500
Loss on foreclosures	<u>43,301</u>	<u>38,811</u>
	<u>288,024</u>	<u>367,311</u>
Housing:		
Amortization	91,180	85,041
Capitalization of funded program assets	<u>(1,114)</u>	<u>(1,275)</u>
	<u>90,066</u>	<u>83,766</u>
Real estate:		
Allowances for losses	<u>—</u>	<u>6,389</u>
Land:		
Write down	105,195	142,403
Allowance for losses	<u>7,000</u>	<u>11,000</u>
	<u>112,195</u>	<u>153,403</u>
Administrative support:		
Capitalization of funded capital assets	<u>(405)</u>	<u>(1,495)</u>
Unfunded operating deficit	<u>\$489,880</u>	<u>\$609,374</u>

Note 16 Mobile Home Loan Insurance
(thousands of dollars)

Mobile home loans amounting to \$148,072 (1990 \$149,071) are insured by the Corporation.

Note 17 Capitalization of Interest
(thousands of dollars)

During the year, the Corporation allocated \$1,769 (1990 \$2,470) interest to construction projects.

Note 18 Commitments and Contractual Obligations
(thousands of dollars)

The Corporation has commitments for unadvanced amounts on approved mortgages totalling \$5,975 and contractual obligations for construction projects totalling \$26,910.

Note 19 Contingent Liabilities
(thousands of dollars)

The Corporation is involved in legal proceedings, the outcome of which cannot be predicted at this time. Claims amounting to \$500 have been filed against the Corporation. In the opinion of management, the disposition of these cases will not materially affect the financial position of the Corporation. Any settlement will be charged to income in the year the settlement occurs.

Note 20 Subsequent Event
(thousands of dollars)

Subsequent to March 31, 1991, the Corporation approved a plan of disposal for certain portions of the mortgage lending portfolio amounting to approximately \$139,000. It is estimated that the reduction in annual deficiency of revenue over expenditure attributable to these portions would amount to approximately \$800. The sale of these mortgages and loans are not expected to result in either a significant discount or premium being recognized.

Note 21 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 22 Approval of Financial Statements

These financial statements have been approved by the Board of Directors of the Corporation.

ALBERTA SPORT COUNCIL
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report

Balance Sheet

Statement of Revenue, Expenditure and Operating Surplus

Statement of Revenue, Expenditure and Surplus - Alberta Olympic Game Plan

Statement of Changes in Financial Position

Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Sport Council

I have audited the balance sheet of the Alberta Sport Council as at March 31, 1991 and the statements of revenue, expenditure and operating surplus, revenue, expenditure and surplus - Alberta Olympic Game Plan and changes in financial position for the year then ended. These financial statements are the responsibility of the Council's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Council as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 14, 1991

**ALBERTA SPORT COUNCIL
BALANCE SHEET
MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$ 140,955	\$ 161,265
Term deposits and Treasury bills	7,026,211	6,762,979
Accrued interest receivable	57,879	33,469
Accounts receivable	13,093	21,518
Prepaid expenses	46,743	45,457
	<u>7,284,881</u>	<u>7,024,688</u>
Capital assets (Note 3)	159,301	127,180
	<u>\$7,444,182</u>	<u>\$7,151,868</u>
LIABILITIES AND FUND BALANCES		
Current:		
Grants and accounts payable	\$ 276,248	\$ 162,490
Fund balances:		
Operating surplus	175,855	6,778,151
Alberta Olympic Game plan surplus (Note 4)	129,989	211,227
Reserves (Note 5)	729,460	—
Designated funds (Note 6)	6,000,000	—
Endowment funds (Note 7)	132,630	—
	<u>7,167,934</u>	<u>6,989,378</u>
	<u>\$7,444,182</u>	<u>\$7,151,868</u>

The accompanying notes are part
of these financial statements.

**ALBERTA SPORT COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Lottery Fund	\$ 9,110,000	\$ 1,623,000
Western Canada Lottery Corporation	—	7,487,000
Investment income	836,425	800,716
Donations (Note 8)	816,657	1,415,094
Other revenue	170,818	170,799
	<u>10,933,900</u>	<u>11,496,609</u>
EXPENDITURE		
Technical development programs	6,750,580	6,920,276
Local sport development programs	1,890,659	1,808,720
Alberta games and competitions	998,886	1,561,759
Administration	504,258	510,698
Public relations, promotion and fund raising	389,594	555,537
Alberta Sports Hall of Fame and Museum	209,577	119,375
	<u>10,743,554</u>	<u>11,476,365</u>
Excess of revenue over expenditure for the year	190,346	20,244
Operating surplus at beginning of year	6,778,151	6,757,907
	<u>6,968,497</u>	<u>6,778,151</u>
Appropriation to:		
Reserves	729,460	—
Endowment funds	63,182	—
Designated funds	6,000,000	—
	<u>6,792,642</u>	<u>—</u>
Operating surplus at end of year	<u>\$ 175,855</u>	<u>\$ 6,778,151</u>

**ALBERTA SPORT COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND
SURPLUS - ALBERTA OLYMPIC GAME PLAN
FOR THE YEAR ENDED MARCH 31, 1991**

	REVENUE	1991	1990
Investment income		\$ 18,762	\$ 41,540
	EXPENDITURE		
Grants to Provincial Olympic winter sport associations		100,000	323,412
Special projects		—	69,692
Program delivery costs:			
Salaries and benefits		—	36,706
Travel and committee		—	11,088
Office		—	3,962
		<u>100,000</u>	<u>444,860</u>
Deficiency of revenue over expenditure		81,238	403,320
Surplus at beginning of year		211,227	614,547
Surplus at end of year		<u>\$129,989</u>	<u>\$211,227</u>

**ALBERTA SPORT COUNCIL
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991**

	1991	1990
Cash provided by (used in):		
Operations:		
Operating surplus	\$ 190,346	\$ 20,244
Olympic Game Plan deficit	(81,238)	(403,320)
Amortization	39,405	25,531
Loss on disposal of capital assets	—	31,910
Net change in non-cash working capital	96,487	(23,572)
	<u>245,000</u>	<u>(349,207)</u>
Investments:		
Acquisition of capital assets	(71,526)	(33,659)
Term deposits and Treasury bills (net)	(263,232)	260,834
	<u>(334,758)</u>	<u>227,175</u>
Financing:		
Endowments	69,448	—
Decrease in cash	(20,310)	(122,032)
Cash at beginning of year	161,265	283,297
Cash at end of year	<u>\$ 140,955</u>	<u>\$ 161,265</u>

**ALBERTA SPORT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Sport Council operates under the authority of the Alberta Sport Council Act, Chapter A-37.5, Statutes of Alberta 1983.

Note 2 Significant Accounting Policies and Reporting Practices

Grants Payable

Liabilities are recorded for grants payable only when all the conditions required to qualify for the grants have been met by the grant recipients.

Capital Assets

Capital assets purchased by the Council are recorded at cost. Capital assets donated to the Council are recorded at fair market value at date of donation. The capital asset value is shown net of amortization which is provided over the estimated useful life of the assets at rates as follows:

Furniture and equipment	20% - 30% declining balance
Vehicles	4 years straight-line
Leasehold improvements	5 years straight-line

Donations

Donations are reported when received. Donations of materials and services are reported at fair market value, provided such materials and services would be purchased and paid for by the Council if not donated.

Note 3 Capital Assets

	Cost	Amortization	1991 Net	1990 Net
Furniture and equipment	\$337,707	\$191,106	\$146,601	\$103,793
Vehicles	33,720	21,020	12,700	21,130
Leasehold improvements	65,284	65,284	—	2,257
	<u>\$436,711</u>	<u>\$277,410</u>	<u>\$159,301</u>	<u>\$127,180</u>

Note 4 Alberta Olympic Game Plan

The Sport Council administers funds for the Alberta Olympic Game Plan. The purpose of the Plan is to create an awareness of the Olympic sports, provide enrichment funding to provincial sports associations and to provide opportunities to potential Alberta Olympic athletes, coaches and officials.

Note 5 Reserves

The Council provides funding to various Alberta and Canada games, some of which occur every other year and some every four years. Reserves have been established to set aside funds in non-games years to meet financial obligations in game years. Reserves are also established to meet financial obligations under the Local Sport Development program for funding applications under review.

Note 6 Designated Funds

Designated funds are available to encourage and match corporate and individual contributions towards endowments.

Note 7 Endowment Funds

Endowment funds were established during the year under varying agreements with sponsors. Interest from the endowments can be used to fund athletes and athletic activities. Sponsors' contributions are matched equally by the Council. Endowment transactions are summarized as follows:

	1991
Sponsors' contributions	\$ 63,182
Matching contributions from operating funds	63,182
	<u>126,364</u>
Interest earned	9,066
	<u>135,430</u>
Less: Expenditures	2,800
Endowment funds at end of year	<u>\$132,630</u>

Included in endowment funds are contributions and interest amounting to \$52,250 which is payable to the sponsors on eighteen months notice.

Note 8 Donations

Included in donations is the value of donated materials and supplies amounting to approximately \$150,000 (1990 \$259,000).

Note 9 Supplies, Services and Accommodation

Accommodations, basic office furnishings and certain other administration costs have been borne by the Province of Alberta, General Revenue Fund and are not reflected in these financial statements.

Note 10 Commitments

At March 31, 1991, the Council had the following outstanding commitments:

	1991	1990
Alberta Games	\$702,000	\$ 905,000
Local sport development grants	—	215,396
Provincial sport development	—	55,000
	<u>\$702,000</u>	<u>\$1,175,396</u>

Note 11 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 12 Approval of Financial Statements

These financial statements were approved by management.

THE RECREATION, PARKS AND
WILDLIFE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Statement of Restricted Funds
Notes to the Financial Statements
Schedule of Administrative Expenses

AUDITOR'S REPORT

To the Members of The Recreation, Parks
and Wildlife Foundation

I have audited the balance sheet of The Recreation, Parks and Wildlife Foundation as at March 31, 1991 and the statements of revenue, expenditure and unexpended funds and restricted funds for the year then ended. These financial statements are the responsibility of the Foundation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 15, 1991

**THE RECREATION, PARKS AND WILDLIFE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash (Note 3)	\$4,240,265	\$4,274,584
Accountable advance	9,918	10,000
Accounts receivable	18,708	52,283
Loan receivable	9,960	56,000
Prepaid expenses	55,548	23,987
	<u>4,334,399</u>	<u>4,416,854</u>
Capital assets (Note 4)	893,242	934,368
	<u>\$5,227,641</u>	<u>\$5,351,222</u>
LIABILITIES AND EQUITY		
Current:		
Grants payable	\$1,609,530	\$1,582,037
Accounts payable	6,421	1,090
	<u>1,615,951</u>	<u>1,583,127</u>
Equity:		
Unexpended funds	2,096,219	2,296,103
Restricted funds	1,515,471	1,471,992
	<u>3,611,690</u>	<u>3,768,095</u>
	<u>\$5,227,641</u>	<u>\$5,351,222</u>

The accompanying notes are part
of these financial statements.

**THE RECREATION, PARKS AND WILDLIFE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Alberta Lottery Fund	\$5,400,000	\$4,566,000
Interest	596,598	582,492
Donations	144,538	36,329
Project revenue	51,643	121,436
Western Canada Lottery Corporation	—	834,000
	<u>6,192,779</u>	<u>6,140,257</u>
EXPENDITURE		
Grants (Note 5)	5,133,564	4,557,503
Project expenses (Note 6)	622,629	1,040,346
Administrative expenses, Schedule 1	636,470	437,723
	<u>6,392,663</u>	<u>6,035,572</u>
Increase (decrease) in unexpended funds	(199,884)	104,685
Unexpended funds at beginning of year	2,296,103	2,191,418
Unexpended funds at end of year	<u>\$2,096,219</u>	<u>\$2,296,103</u>

**THE RECREATION, PARKS AND WILDLIFE FOUNDATION
STATEMENT OF RESTRICTED FUNDS
FOR THE YEAR ENDED MARCH 31, 1991**

	REVENUE	<u>1991</u>	<u>1990</u>
Interest		\$ 59,873	\$ 23,674
Conditional donations - cash		811	344,194
- land		—	617,000
		<u>60,684</u>	<u>984,868</u>
	EXPENDITURE		
Development of donated properties		2,662	—
Loss on disposal of land		14,543	—
		<u>17,205</u>	<u>—</u>
Increase in restricted funds		43,479	984,868
Restricted funds at beginning of year		1,471,992	487,124
Restricted funds at end of year		<u>\$1,515,471</u>	<u>\$1,471,992</u>
Represented by:			
Cash (Note 3)		\$ 790,471	\$ 566,992
Land (Note 4)		725,000	905,000
		<u>\$1,515,471</u>	<u>\$1,471,992</u>

**THE RECREATION, PARKS AND WILDLIFE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

- Note 1 Authority**
The Recreation, Parks and Wildlife Foundation operates under the authority of the Recreation, Parks and Wildlife Foundation Act, Chapter R-9, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies**
Capital Assets
Purchased capital assets are recorded at cost. Donated capital assets are recorded at estimated market value at date of acquisition. Office furniture and equipment are amortized on a straight-line basis at rates of 10% and 25% per annum, respectively. Leasehold improvements are amortized over the term of the lease.
Donations
Unrestricted donations of cash and land are recorded as revenue of the Foundation in the statement of revenue, expenditure and unexpended funds.
Conditional donations of cash and land are recorded as restricted funds.
Grants Payable
Grants are recorded as liabilities and expenditure when approved by the Foundation and all significant conditions required to qualify for the grant have been met by the grant recipient.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Cash**
Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily cash balance at the average rate of interest earnings of the Fund. Included in cash is \$790,471 (1990 \$566,992) pertaining to restricted funds.

Note 4 Capital Assets

	1991		1990
	Cost	Accumulated Amortization	Net Book Value
Land	\$853,000	\$ —	\$853,000
Office furniture	43,784	25,729	18,055
Office equipment	50,067	38,245	11,822
Leasehold improvements	37,813	37,813	—
Other	10,365	—	10,365
	<u>\$995,029</u>	<u>\$101,787</u>	<u>\$893,242</u>
			<u>\$934,368</u>

Additions to capital assets during the year totalled \$151,762 (1990 \$700,825), including donated land valued at \$128,000 (1990 \$697,000).

Included in land is \$725,000 (1990 \$905,000) pertaining to restricted funds.

Note 5 Grant Expenditures

Grant expenditures are summarized by program as follows:

	1991	1990
Recreation	\$2,014,344	\$1,694,447
Parks	475,794	141,046
Wildlife	404,586	698,993
Provincial recreation association enrichment	1,099,363	993,186
Active Lifestyle	634,034	849,292
Ventures in Parks	211,656	57,823
Youth-in-Action	293,787	122,716
	<u>\$5,133,564</u>	<u>\$4,557,503</u>

Some grant expenditures require that a percentage of the revenue generated be returned to the Foundation. Any revenue received will be recorded on a cash basis as project funds.

Note 6 Project Expenses

Project expenses are summarized as follows:

	1991	1990
Major fitness promotion campaign	\$166,816	\$ 551,020
Rick Hansen Centre	400,000	400,000
Success in Fitness program	40,700	89,326
Other	15,113	—
	<u>\$622,629</u>	<u>\$1,040,346</u>

Note 7 Supplies, Services and Accommodation

Accommodation, basic office furnishings and certain other administrative costs and salaries of staff seconded from the Department of Recreation and Parks, have been borne by the General Revenue Fund and certain outside organizations and are not reflected in these financial statements.

Note 8 Commitments

As at March 31, 1991, the Foundation had commitments under long-term agreements and various grant programs which amounted to \$337,309 (1990 \$671,000).

Note 9 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Management fees	\$336,580	\$224,526
Board members' fees and expenses	74,407	59,809
Office supplies and expenses	40,453	43,925
Newsletter	37,892	37,319
Contribution to shared asset	30,000	—
Provision for loss on loan receivable	29,166	—
Travel	21,746	15,513
Meetings and entertainment	16,392	15,730
Amortization	13,103	11,636
Printing and advertising	11,999	4,500
Car expenses and parking	9,220	8,754
Telephone	3,753	3,835
Delivery and transportation	3,268	2,537
Miscellaneous	8,491	9,639
	<u>\$636,470</u>	<u>\$437,723</u>

ALBERTA RACING COMMISSION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue Surplus
Statement of Revenue and Expenditure - Operations
Statement of Revenue and Expenditure - Development
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Racing Commission

I have audited the balance sheet of the Alberta Racing Commission as at March 31, 1991 and the statements of revenue surplus, revenue and expenditure - operations and revenue and expenditure - development for the year then ended. These financial statements are the responsibility of the Commission's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Commission as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 9, 1991

**ALBERTA RACING COMMISSION
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$ 895,461	\$647,744
Accounts receivable	120,355	7,643
Prepaid expenses	15,692	66,873
	<u>1,031,508</u>	<u>722,260</u>
Capital:		
Equipment, at cost	56,480	58,336
	<u>\$1,087,988</u>	<u>\$780,596</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 208,006	\$197,133
Other:		
Standardbred Sires Stakes Registration	24,885	25,089
Equity:		
Reserves (Note 3)	714,653	345,573
Capital surplus	56,480	58,336
Revenue surplus	83,964	154,465
	<u>855,097</u>	<u>558,374</u>
	<u>\$1,087,988</u>	<u>\$780,596</u>

The accompanying notes are part
of these financial statements.

**ALBERTA RACING COMMISSION
STATEMENT OF REVENUE SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Revenue surplus (deficit) at beginning of year	\$ 154,465	\$(118,770)
Excess of revenue over expenditure for the year - development	298,579	273,235
Transfers to reserves	(369,080)	—
Revenue surplus at end of year	<u>\$ 83,964</u>	<u>\$ 154,465</u>

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE - OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Revenue:		
Contribution by the Province of Alberta	\$ 768,512	\$ 686,444
Assessments, licenses and fines	352,631	345,158
Interest	222,385	187,081
Miscellaneous	2,059	1,076
	<u>1,345,587</u>	<u>1,219,759</u>
Expenditure:		
Administrative salaries	324,833	276,084
Veterinarians' fees	192,876	188,389
Judges' fees	154,537	157,270
Commissioners' honoraria	148,042	138,661
Stewards' fees	134,032	133,724
Travelling	122,943	114,078
Employee benefits	75,819	61,301
Hearings and appeals	43,371	26,994
Steroid testing program	41,090	33,026
Office	40,927	42,241
Licensee identification equipment and supplies	14,361	15,198
Seminars and conferences	12,169	—
Memberships and subscriptions	10,426	7,737
Lunches and entertainment	7,798	7,596
Human toxicology	6,306	7,196
Security services, equipment and supplies	3,977	4,064
Trophies	3,700	1,627
Non-recoverable fine	3,260	—
Insurance	1,571	1,597
Legal fees	1,413	1,157
Miscellaneous	2,136	1,819
	<u>1,345,587</u>	<u>1,219,759</u>
	<u>\$ —</u>	<u>\$ —</u>

**ALBERTA RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE - DEVELOPMENT
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Revenue:		
Contribution by the Province of Alberta	\$6,395,973	\$6,389,425
Rural racing levy	210,348	—
	<u>6,606,321</u>	<u>6,389,425</u>
Expenditure:		
Standardbred support:		
Grants	104,241	66,241
Breeders of Alberta breeds bonus	243,480	51,475
Owners of Alberta breeds premium	480,500	886,896
Purse supplements	2,018,912	1,737,540
	<u>2,847,133</u>	<u>2,742,152</u>
Thoroughbred support:		
Grants	74,836	74,836
Breeders of Alberta breeds bonus	483,810	502,138
Owners of Alberta breeds premium	625,720	643,536
Purse supplements	1,854,430	1,713,482
	<u>3,038,796</u>	<u>2,933,992</u>
Community support:		
Grants	161,619	195,587
Purse supplement	207,735	187,974
	<u>369,354</u>	<u>383,561</u>
Equine research	23,000	23,151
Tattooing	24,915	24,365
Promotions	800	7,330
Other	3,744	1,639
	<u>52,459</u>	<u>56,485</u>
	<u>6,307,742</u>	<u>6,116,190</u>
Excess of revenue over expenditure	<u>\$ 298,579</u>	<u>\$ 273,235</u>

**ALBERTA RACING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Racing Commission operates under the authority of the Racing Commission Act, Chapter R-1, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices**General**

These financial statements have been prepared in accordance with generally accepted accounting principles except that no amortization has been provided on capital assets as purchases are charged to operations in the year of acquisition. Capital assets are shown on the balance sheet at original cost with the offsetting credit to capital surplus.

Contributions by the Province of Alberta

The Commission receives contributions from a supply vote of the Department of Solicitor General of the Province of Alberta based on the Alberta pari-mutuel tax. Contributions are allocated firstly to operations and thereafter to development.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Reserves

Reserves created by appropriations from revenue surplus comprise:

Revenue stabilization	\$300,000
Thoroughbred and harness support	115,018
Community support	299,635
	<u>\$714,653</u>
1990	<u>\$345,573</u>

(a) The revenue stabilization reserve was created pursuant to a Ministerial Order dated December 16, 1976 to compensate for sudden changes in economic conditions or other factors which might affect substantially the income and expenditure of the Commission.

(b) The thoroughbred and harness support reserve and the community support reserve were created for general purse support based on the share of the provincial tax rebate and the levy for rural racing attributed to each breed during the previous calendar year.

Note 4 Administration Expenses

Operations expenditure does not include the cost of certain office accommodation and office furniture which is borne by the Province of Alberta.

Note 5 Approval of Financial Statements

These financial statements were approved by management.

THE ALBERTA EDUCATIONAL
COMMUNICATIONS CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Equity
Statement of Equity in Property and Equipment
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Alberta Educational Communications Corporation and
the Members of The Alberta Educational Communications Authority

I have audited the balance sheet of The Alberta Educational Communications Corporation as at March 31, 1991 and the statements of revenue, expenditure and operating equity, equity in property and equipment and changes in financial position for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 14, 1991

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
BALANCE SHEET
MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$1,191,931	\$ 437,049
Accounts receivable	733,691	606,485
Capital grant receivable	—	720,000
Inventories	50,753	48,209
Prepaid expenses and deposits	316,911	445,462
	<u>2,293,286</u>	<u>2,257,205</u>
Deferred program costs (Note 3)	2,149,554	2,121,819
Property and equipment (Note 4)	4,023,458	4,245,598
Long-term licenses (Note 5)	137,125	93,146
	<u>\$8,603,423</u>	<u>\$8,717,768</u>
LIABILITIES AND EQUITY		
Current:		
Payables and accruals	\$2,157,538	\$1,665,761
Unexpended capital grants	680,303	837,147
Advances on co-productions	330,974	356,028
	<u>3,168,815</u>	<u>2,858,936</u>
Equity:		
Operating	1,411,150	1,613,234
In property and equipment	4,023,458	4,245,598
	<u>5,434,608</u>	<u>5,858,832</u>
	<u>\$8,603,423</u>	<u>\$8,717,768</u>
The accompanying notes are part of these financial statements.		

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING EQUITY
FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
REVENUE		
Operating grant from the Province of Alberta	\$16,042,000	\$15,878,000
Revenue from program sales, video and audio dubbing (Note 6)	1,090,433	995,218
Direct costs recovered on production of programs	209,422	321,128
Membership contributions	382,250	478,744
Interest	529,614	369,204
Corporate underwriting	268,830	175,431
Other	50,939	35,078
	<u>18,573,488</u>	<u>18,252,803</u>
EXPENDITURE		
Development and production	9,076,200	8,406,021
Program support	4,852,657	4,614,381
Utilization and distribution	4,846,715	4,557,694
	<u>18,775,572</u>	<u>17,578,096</u>
Excess of (expenditure over revenue) revenue over expenditure for the year	(202,084)	674,707
Operating equity at beginning of year	1,613,234	938,527
Operating equity at end of year	<u>\$ 1,411,150</u>	<u>\$ 1,613,234</u>

**THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF EQUITY IN PROPERTY AND EQUIPMENT
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Equity in property and equipment at beginning of year	\$4,245,598	\$4,632,993
Add:		
Unexpended capital grants at beginning of year	837,147	258,227
Capital grant from the Province of Alberta	500,000	1,220,000
Unexpended capital grants at end of year	(680,303)	(837,147)
Proceeds on sale of property and equipment	45,093	37,371
Capital donation	50,000	—
Total funds used to acquire property and equipment	<u>751,937</u>	<u>678,451</u>
Deduct:		
Amortization of property and equipment	936,775	1,034,617
Disposal of property and equipment, at cost less accumulated amortization of \$1,289,479 (1990 \$445,736)	37,302	31,229
	<u>974,077</u>	<u>1,065,846</u>
Equity in property and equipment at end of year	<u>\$4,023,458</u>	<u>\$4,245,598</u>

**THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
Operating activities:		
Excess of (expenditure over revenue) revenue over expenditure	\$ (202,084)	\$ 674,707
Add items not affecting cash:		
Amortization of long-term licenses	33,466	29,672
Amortization of deferred program costs	2,068,668	1,408,430
Net change in non-cash working capital balances relating to operations (Note 7)	465,524	(470,818)
Cash provided by operations	<u>2,365,574</u>	<u>1,641,991</u>
Investing activities:		
Additions to deferred program costs	(2,096,403)	(1,582,886)
Additions to property and equipment	(751,937)	(678,451)
Additions to long-term licenses	(77,445)	—
Capital grant from the Province of Alberta	500,000	1,220,000
Decrease (increase) in capital grant receivable	720,000	(720,000)
Proceeds on sale of property and equipment	45,093	37,371
Capital donation	50,000	—
Cash applied to investing activities	<u>(1,610,692)</u>	<u>(1,723,966)</u>
Increase (decrease) in cash	754,882	(81,975)
Cash at beginning of year	437,049	519,024
Cash at end of year	<u>\$ 1,191,931</u>	<u>\$ 437,049</u>

**THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Educational Communications Corporation operates under the authority of the Alberta Educational Communications Corporation Act, Chapter A-18, Revised Statutes of Alberta 1980, as amended.

The Corporation is registered as a charitable organization with Revenue Canada.

Note 2 Significant Accounting Policies

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that amortization of property and equipment is charged against equity in property and equipment.

Property and Equipment

Property and equipment is stated at cost less accumulated amortization. An equivalent amount is reported as equity in property and equipment.

Amortization is calculated using the straight-line method as follows:

	Years of Useful Life	Salvage Value as % of Cost
Buildings	30	—
Land improvements	7	—
Transmission equipment	10	5%
Studio and technical equipment	7	5%
Automotive	5	15%
Mobile equipment	7	5%
Furniture, fixtures and office equipment	7	5%

Leasehold improvements are amortized on the straight-line basis over the remaining term of the lease plus one renewal period.

Deferred program costs

Programs purchased from other agencies are recorded at cost less amortization calculated using diminishing annual rates as a percentage of cost over the period (to a maximum of four years) for which the right to use the program has been acquired.

During the year, the Corporation revised its rate of amortization from a half year to a full year in the year of acquisition. This change has been applied prospectively and has resulted in an increase of amortization in the current year of approximately \$460,000.

Long-term licenses

The long-term licenses are recorded at cost less accumulated amortization. Amortization is calculated using the straight-line method over a term of twenty years for the broadcast license and five years for computer software licenses.

Inventories

Inventories consist of video and audio tapes and disks and are recorded at the lower of cost and net realizable value.

Program productions

All direct costs of programs developed and produced by the Corporation are charged against operations in the year incurred as significant cost recoveries are not normally expected from these programs after the initial year of production and broadcasting.

Membership contributions

Membership contributions are recorded on a cash basis.

Note 3 Deferred Program Costs

	1991	1990
Cost	\$ 7,092,387	\$ 6,221,186
Accumulated amortization	(4,942,833)	(4,099,367)
Net book value	<u>\$ 2,149,554</u>	<u>\$ 2,121,819</u>

Note 4 Property and Equipment

	1991		1990	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Buildings and land improvements	\$ 330,536	\$ 164,684	\$ 165,852	\$ 147,797
Transmission equipment	3,315,038	1,965,630	1,349,408	946,499
Studio and technical equipment	9,203,925	7,827,962	1,375,963	1,779,568
Automotive and mobile equipment	511,092	421,524	89,568	109,787
Furniture, fixtures and office equipment	2,029,161	1,376,692	652,469	797,910
Leasehold improvements	<u>722,839</u>	<u>332,641</u>	<u>390,198</u>	<u>464,037</u>
	<u>\$16,112,591</u>	<u>\$12,089,133</u>	<u>\$4,023,458</u>	<u>\$4,245,598</u>

Note 5 Long-term Licenses

	1991			1990
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer software licences	\$203,309	\$103,684	\$ 99,625	\$51,146
Broadcast license	90,000	52,500	37,500	42,000
	<u>\$293,309</u>	<u>\$156,184</u>	<u>\$137,125</u>	<u>\$93,146</u>

Note 6 Revenue from Program Sales, Video and Audio Dubbing

This consists of:

	1991	1990
Educational television and radio programs sold to organizations resident primarily outside Alberta	\$ 380,540	\$453,507
Dubbing of programs requested by various educational institutions primarily within Alberta	248,040	188,039
Other dubbing services and sale of computer diskettes, print materials, multi-media kits and program brochures	461,853	353,672
	<u>\$1,090,433</u>	<u>\$995,218</u>

Note 7 Net Change in Non-cash Working Capital Balances Relating to Operations

	1991	1990
Accounts receivable	\$(127,206)	\$ 23,906
Inventories	(2,544)	(5,966)
Prepaid expenses and deposits	128,551	(85,075)
Payables and accruals	491,777	(291,943)
Advances on co-productions	(25,054)	(111,740)
	<u>\$ 465,524</u>	<u>\$(470,818)</u>

Note 8 Commitments

The Corporation had the following commitments at the year-end:

a) Productions in Progress

The Corporation had a number of productions in progress at March 31, 1991. The costs for the completion of these productions in progress are estimated at \$560,000 (1990 \$850,000).

b) Realty and Equipment Leases

The Corporation is committed to rental payments under realty and equipment leases. Minimum annual rental payments during the next five fiscal years are as follows:

1992	\$1,130,000
1993	975,000
1994	215,000
1995	4,500
1996	2,000

c) Satellite Transmission Services

The Corporation is also committed to satellite transmission services during fiscal 1992 under an annually renewable lease of \$1,390,000 per year.

Note 9 Approval of Financial Statements

These financial statements were reviewed by management and the Audit Committee and recommended for approval by the Board.

ALBERTA RESEARCH COUNCIL
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Equity
Notes to the Financial Statements
Schedule of Special Purpose Revenue, Expenditure and Equity

AUDITOR'S REPORT

To the Board of Directors of
the Alberta Research Council

I have audited the balance sheet of the Alberta Research Council as at March 31, 1991 and the statement of revenue, expenditure and equity for the year then ended. These financial statements are the responsibility of the Research Council's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Research Council as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 28, 1991

**ALBERTA RESEARCH COUNCIL
BALANCE SHEET
AS AT MARCH 31, 1991
(thousands of dollars)**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash	\$ 5,254	\$ 3,345
Accounts receivable	8,281	6,231
Accrued income receivable	2,503	2,293
Prepaid expenses	178	304
Advances to joint research ventures	—	221
Current portion - deferred pension costs (Note 3)	73	73
	<u>16,289</u>	<u>12,467</u>
Non-current:		
Deferred pension costs (Note 3)	146	219
Investment in limited partnership (Note 4)	200	200
	<u>346</u>	<u>419</u>
Capital:		
Equipment (Note 5)	60,708	55,919
	<u>77,343</u>	<u>68,805</u>
Trust Fund:		
Cash	124	194
	<u>\$77,467</u>	<u>\$68,999</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 4,442	\$ 3,597
Unearned contract revenue	3,227	998
Payable to joint research ventures	23	—
	<u>7,692</u>	<u>4,595</u>
Equity:		
Capital assets (Note 6)	60,708	55,919
Operating	6,119	4,551
Special purpose, Schedule 1	2,824	3,740
	<u>69,651</u>	<u>64,210</u>
	<u>77,343</u>	<u>68,805</u>
Trust Fund:		
Liability	124	194
	<u>\$77,467</u>	<u>\$68,999</u>

The accompanying notes are part
of these financial statements.

**ALBERTA RESEARCH COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND EQUITY
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)**

	<u>Operating</u>	<u>Special Purpose (Schedule 1)</u>	<u>1991</u>	<u>Total 1990</u>
REVENUE				
Grants from Province of Alberta:				
General Revenue Fund	\$25,051	\$3,100	\$28,151	\$24,450
Contract revenue:				
Provincial government departments and agencies	12,510	—	12,510	10,003
Other	16,129	37	16,166	13,199
	<u>53,690</u>	<u>3,137</u>	<u>56,827</u>	<u>47,652</u>
EXPENDITURE				
Salaries, wages and benefits	32,373	226	32,599	29,457
Supplies and services	13,768	1,156	14,924	12,853
Capital assets	5,981	238	6,219	4,847
Joint research ventures	—	2,433	2,433	3,270
	<u>52,122</u>	<u>4,053</u>	<u>56,175</u>	<u>50,427</u>
Net revenue (expenditure) for year	1,568	(916)	652	(2,775)
Equity at beginning of year	4,551	3,740	8,291	11,066
Equity at end of year	<u>\$ 6,119</u>	<u>\$2,824</u>	<u>\$ 8,943</u>	<u>\$ 8,291</u>

**ALBERTA RESEARCH COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991**

Note 1 Authority

The Alberta Research Council operates under the authority of the Alberta Research Council Act, Chapter A-35.1, Statutes of Alberta 1981.

Note 2 Summary of Significant Accounting Policies and Reporting Practices**(a) General**

These financial statements have been prepared in accordance with generally accepted accounting principles except with regard to the recording of capital assets. Purchases of capital assets are charged to operations in the year of acquisition. On the balance sheet, capital assets are recorded at original cost, or at estimated cost, with the offsetting credit to capital assets equity.

(b) Payable to Joint Research Ventures

Payable to joint research ventures is recorded as a liability of the Research Council. The liability is reduced as the Research Council pays for its share of joint research venture expenses.

(c) Patents

Expenditures for patents owned by the Research Council as a result of research activity are not capitalized due to the uncertain value of benefits which may accrue to the Research Council.

(d) Contract Revenue Recognition

Contract revenue is recognized as costs are incurred, up to the contract maximum and in accordance with contracted cost-sharing ratios. The Research Council makes full provision for all known or estimated losses on uncompleted contracts as soon as they can reasonably be estimated.

(e) Investment

The Research Council is a minority shareholder in International Permeation Inc. The equity allocated to the Research Council was based on the technological "know how" acquired by International Permeation Inc. from a former company to which the Research Council provided research and technological expertise and was the majority shareholder.

The Research Council's equity in the company is not reflected in these financial statements due to the uncertain value of benefits which may accrue to the Research Council.

(f) Special Purpose Equity

Special purpose equity is to be used only for future expenditures related to those activities listed on Schedule 1.

(g) Trust Liability

Trust funds are contributions received from other government departments under research agency agreements which require the Research Council to administer the contributions and provide accounting services.

(h) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Deferred Pension Costs

Total past service pension costs for employees joining the management pension plan prior to April 1, 1988 are being amortized on a straight-line basis over six years.

	1991	1990
Balance at end of year	\$218,540	\$291,386
Less: Current portion	72,846	72,846
Non-current portion	<u>\$145,694</u>	<u>\$218,540</u>
Amortization of deferred past service costs amounted to \$72,846.		

Note 4 Investment in Limited Partnership

The Research Council has purchased one limited partnership unit comprising 11% in Spurt Investment Fund I, a venture capital fund designed solely to make equity investments in seed and early stage technology enterprises.

The investment is recorded under the cost basis of accounting.

	1991	1990
Original cost	\$300,000	\$300,000
Less: Amount written off	100,000	100,000
Book value	<u>\$200,000</u>	<u>\$200,000</u>

Note 5 Capital Assets

Capital assets purchased subsequent to April 1, 1981 are valued at cost. Those purchased prior to April 1, 1981 by the Research Council are at estimated cost.

Included in capital assets are certain capital assets purchased as a result of research contracts which specify that the Research Council does not receive title until completion of the contract or at the discretion of the sponsor.

Capital assets comprise:

	1991	1990
Owned by the Research Council	\$57,678,230	\$52,733,499
Held by the Research Council on behalf of other government agencies and third parties	2,898,779	2,868,153
Owned by the Research Council and held by joint venture parties	131,392	317,547
	<u>\$60,708,401</u>	<u>\$55,919,199</u>

Note 6 Capital Assets Equity

	1991	1990
Balance at beginning of year	\$55,919,199	\$52,350,707
Add: Additions at cost	6,201,633	5,001,374
	<u>62,120,832</u>	<u>57,352,081</u>
Less: Disposals at cost	1,412,431	1,432,882
Balance at end of year	<u>\$60,708,401</u>	<u>\$55,919,199</u>

Note 7 Obligations Under Operating Leases

Year ending March 31, 1992	\$278,509
1993	176,092
1994	162,224
1995	113,224
1996	5,420
	<u>\$735,469</u>

Note 8 Unreflected Activities

(a) Occupancy and Office Furniture Expenditure

The premises occupied by the Research Council and some office furniture have been provided by the Province of Alberta at no cost.

(b) Interest Revenue

Interest earned on the Research Council's Canadian dollar bank account is retained by the Province of Alberta.

Note 9 Approval of Financial Statements

These financial statements were reviewed by management and recommended to the Board for approval.

Schedule 1

ALBERTA RESEARCH COUNCIL
SCHEDULE OF SPECIAL PURPOSE REVENUE, EXPENDITURE AND EQUITY
FOR THE YEAR ENDED MARCH 31, 1991
(thousands of dollars)

	Joint Research Ventures Program	Mill Woods/ Devon Fitting Up	Bio-technology Toll Facility	1991	Total 1990
REVENUE					
Grants from Province of Alberta:					
General Revenue Fund	\$3,100	\$ —	\$ —	\$3,100	\$ 3,100
Contract revenue	37	—	—	37	—
	<u>3,137</u>	<u>—</u>	<u>—</u>	<u>3,137</u>	<u>3,100</u>
EXPENDITURE					
Salaries, wages and benefits	213	11	2	226	236
Supplies and services	—	28	1,128	1,156	770
Capital assets	1	209	28	238	1,241
Joint research ventures	2,433	—	—	2,433	3,270
	<u>2,647</u>	<u>248</u>	<u>1,158</u>	<u>4,053</u>	<u>5,517</u>
Net revenue (expenditure) for year	490	(248)	(1,158)	(916)	(2,417)
Transfer to operating equity	—	—	—	—	(525)
	<u>490</u>	<u>(248)</u>	<u>(1,158)</u>	<u>(916)</u>	<u>(2,942)</u>
Balance at beginning of year	2,092	280	1,368	3,740	6,682
Balance at end of year	<u>\$2,582</u>	<u>\$ 32</u>	<u>\$ 210</u>	<u>\$2,824</u>	<u>\$ 3,740</u>

TOURISM EDUCATION FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report

Balance Sheet

Statement of Revenue, Expenditure and Operating Surplus

Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Tourism

I have audited the balance sheet of the Tourism Education Fund as at March 31, 1991 and the statement of revenue, expenditure and operating surplus for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 20, 1991

**TOURISM EDUCATION FUND
BALANCE SHEET
AS AT MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
ASSETS		
Current:		
Cash (Note 3)	\$ 56,565	\$ 47,038
Interest receivable	1,130	1,371
Accounts receivable	61	85,000
Inventory	47,095	—
	<u>104,851</u>	<u>133,409</u>
Capital:		
Audio visual tapes	53,086	49,157
Less: Accumulated amortization	27,268	18,517
	<u>25,818</u>	<u>30,640</u>
	<u>\$130,669</u>	<u>\$164,049</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 30,541	\$ —
Equity:		
Equity in capital assets (Note 4)	25,818	30,640
Operating surplus	74,310	133,409
	<u>100,128</u>	<u>164,049</u>
	<u>\$130,669</u>	<u>\$164,049</u>

The accompanying notes are part
of these financial statements.

**TOURISM EDUCATION FUND
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1991**

	<u>1991</u>	<u>1990</u>
REVENUE		
Fees for standards development	\$111,500	\$ 85,000
Contributions from the Province of Alberta	39,839	—
Certification fees	18,069	—
Interest	11,867	4,247
Membership fees	10,877	7,425
Contributions from industry (Note 5)	10,690	23,553
Sale of standards	6,185	—
Miscellaneous	254	690
	<u>209,281</u>	<u>120,915</u>
EXPENDITURE		
Contracted services	256,503	—
Materials and supplies	3,975	896
Freight and postage	3,973	—
Acquisitions of capital assets	3,929	3,154
	<u>268,380</u>	<u>4,050</u>
(Deficiency) excess of revenue over expenditure for the year	(59,099)	116,865
Operating surplus at beginning of year	133,409	16,544
Operating surplus at end of year	<u>\$ 74,310</u>	<u>\$133,409</u>

TOURISM EDUCATION FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Tourism Education Fund operates under the authority of section 5 of the Tourism Education Council Act, Chapter T-6.3, Statutes of Alberta 1988. Sections 5(1)(b) and (c) of the Act give the Tourism Education Council authority to charge for certain services and to receive donations. The Act requires that these revenues be deposited into the Tourism Education Fund. Under section 5(4) the Minister of Tourism may pay monies from the Fund to defray the costs of the Council.

Until July 5, 1990, Section 5(1)(a) of the Act required monies voted by the Legislature for the purposes of the Council to be deposited into the Fund. On that date, the Act was amended to require only those monies that are voted for the purposes of the Fund to be deposited into the Fund. These financial statements do not reflect any amounts voted for the purposes of the Council except as stated in Note 2, and no amounts have been voted for the purposes of the Fund.

Note 2 Significant Accounting Policies and Reporting Practices**General**

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of capital assets are charged to operations in the year of acquisition. Notwithstanding this policy, the balance sheet shows, for information purposes, the cumulative cost of capital assets with a corresponding credit shown as equity in capital assets, net of accumulated amortization.

Capital Assets

Capital assets purchased are recorded at cost. Capital assets contributed are recorded at the contributors' net book value at the dates of contribution and are reflected in the statement of revenue, expenditure and operating surplus as contributions from industry and as acquisitions of capital assets.

Audio visual tapes have an estimated useful life of eight years. Amortization is calculated at 35% in the first year and on a straight-line basis over the remaining seven years. Amortization is charged to equity in capital assets.

Inventory

Inventory is valued at cost.

Administration Costs

Salaries, accommodation, office furnishings and certain other administrative costs incurred in the administration of the Alberta Tourism Education Council are borne by the General Revenue Fund and are not reflected in these financial statements. Payments made by the General Revenue Fund for inventory have been shown as contributions from the Province of Alberta.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily cash balance at the average rate of interest earned by the Trust Fund.

Note 4 Equity in Capital Assets

	1991	1990
Balance at beginning of year	\$30,640	\$40,758
Add: Acquisition of capital assets	3,929	3,154
	<u>34,569</u>	<u>43,912</u>
Less: Amortization for the year	8,751	13,272
	<u>\$25,818</u>	<u>\$30,640</u>

Note 5 Contributions from Industry

Contributions from the tourism and hospitality industry represent donations to support the activities of the Alberta Tourism Education Council.

Note 6 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA RESOURCES RAILWAY CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Debenture Debt
Schedule of Sinking Fund Assets

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Resources Railway Corporation

I have audited the balance sheet of the Alberta Resources Railway Corporation as at December 31, 1990 and the statements of operations and changes in financial position for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

Under the terms of an Agreement between Canadian National Railway and the Corporation, Canadian National Railway is required to pay a tonnage rental to the Corporation based on the amount of revenue freight carried over the Corporation's railway. The Corporation relies on reports by Canadian National Railway as to the nature and amount of revenue freight to determine the tonnage rentals payable under the Agreement and has been satisfied that there is no useful and economical means available to check the accuracy of such reports. Accordingly, my verification of tonnage rental revenue of \$4,242,351 was limited to the amounts reported to the Corporation and I was not able to determine whether any adjustments might be necessary to tonnage rental revenue, operating loss, assets and liabilities.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of tonnage rental revenue as referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Corporation as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 2, 1991

ALBERTA RESOURCES RAILWAY CORPORATION
BALANCE SHEET
DECEMBER 31, 1990

	1990	1989
ASSETS		
Cash	\$ 1,104,735	\$ 5,688,082
Accounts receivable	365,987	329,679
Due from the Province of Alberta	2,453,254	—
Railway (Note 3)	10,072,865	17,625,364
	<u>\$13,996,841</u>	<u>\$23,643,125</u>
LIABILITIES		
Accounts payable	\$ 2,393,260	\$ 1,851,310
Accrued interest payable	1,530,716	2,514,108
Deferred grant revenue	—	1,044,282
Due to the Province of Alberta	—	608,061
	<u>3,923,976</u>	<u>6,017,761</u>
Debenture debt (Note 4 and Schedule 1)	50,000,000	78,440,172
Less: Sinking fund assets (Note 5 and Schedule 2)	39,927,135	60,814,808
Net debenture debt	10,072,865	17,625,364
	<u>\$13,996,841</u>	<u>\$23,643,125</u>
The accompanying notes are part of these financial statements.		

ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1990

	1990	1989
Revenue:		
Tonnage rental	\$ 4,242,351	\$ 4,306,012
Railway construction grants (Note 6)	3,150,612	4,082,910
Interest	216,967	169,051
Leases	39,545	40,937
Miscellaneous	15,930	14,870
	<u>7,665,405</u>	<u>8,613,780</u>
Expenditure:		
Write down of railway	10,703,111	12,039,507
Interest on debentures	6,648,237	7,599,430
Miscellaneous	180,367	157,034
	<u>17,531,715</u>	<u>19,795,971</u>
Operating loss	9,866,310	11,182,191
Sinking fund earnings	6,383,696	6,387,794
Excess of operating loss over sinking fund earnings	3,482,614	4,794,397
Less: Contribution by the Province of Alberta (Note 7)	3,482,614	4,794,397
Net income for the year	<u>\$ —</u>	<u>\$ —</u>

**ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1990**

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Operating loss	\$ (9,866,310)	\$(11,182,191)
Add (deduct) non-cash item:		
Write down of railway	10,703,111	12,039,507
Decrease (increase) in receivables	(36,308)	16,861
Decrease (increase) in advances receivable from the Province of Alberta, net	(3,061,315)	669,389
Decrease in payables	(441,442)	(5,058,587)
Decrease in deferred grant revenue	(1,044,282)	(669,483)
Sinking fund earnings	6,383,696	6,387,794
Contribution by the Province	3,482,614	4,794,397
Cash provided by operating transactions	<u>6,119,764</u>	<u>6,997,687</u>
Investing transactions:		
Additions to railway	(3,150,612)	(4,082,910)
Decrease (increase) in sinking fund assets	20,887,673	(7,956,597)
Cash provided by (applied to) investing transactions	<u>17,737,061</u>	<u>(12,039,507)</u>
Financing transactions:		
Debt retirement:		
Redemption of debenture	(20,000,000)	—
Redemption of notes payable to the Provincial Treasurer	(8,440,172)	—
Cash applied to financing transactions	<u>(28,440,172)</u>	<u>—</u>
Decrease in cash	(4,583,347)	(5,041,820)
Cash at beginning of year	5,688,082	10,729,902
Cash at end of year	<u>\$ 1,104,735</u>	<u>\$ 5,688,082</u>

**ALBERTA RESOURCES RAILWAY CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990**

Note 1 Authority

The Alberta Resources Railway Corporation operates under the authority of the Alberta Resources Railway Corporation Act, Chapter A-36, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(a) Railway

The railway asset is stated at cost less an amount written down, so that the net book value of the railway asset is equal to the amount of the outstanding debenture debt, net of the value of sinking fund assets. Railway additions which are funded by grants from the Province of Alberta are written down in the year of construction.

(b) Sinking fund assets

Sinking fund assets are netted against debenture debt. Included in the sinking fund is an amount that the Corporation has allocated for the redemption of debenture debt which is in excess of debenture sinking fund requirements.

Sinking fund investments are valued at cost less unamortized realized net gains.

Realized gains and losses on disposals are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of ten years or the remaining term to maturity of the disposed investment.

Note 3 Railway

	<u>1990</u>	<u>1989</u>
Swan Landing-Grande Prairie railway	\$109,997,665	\$108,028,797
Peace River-Daishowa railway	28,706,648	27,524,904
Accumulated cost	138,704,313	135,553,701
Less accumulated write down	128,631,448	117,928,337
Net book value equal to value of net debenture debt	<u>\$ 10,072,865</u>	<u>\$ 17,625,364</u>

Accumulated cost comprises the cost of all land, railroad, buildings and improvements of a capital nature paid for by the Corporation.

Swan Landing-Grande Prairie Railway

The Swan Landing-Grande Prairie railway assets, except land not required for the operation of the railway, are leased to the Canadian National Railway Company (CNR) under the terms of an agreement dated October 1, 1965. The agreement requires the payment of a tonnage rental to the Corporation based on the amount of freight "carried to and from the railway." The lease was in effect until January 1, 1990, at which time the agreement provides for annual renewals. The agreement also provided CNR with an option to purchase the leased assets at approximately \$174 million on December 31, 1990 (1989 \$170 million).

Peace River-Daishowa Railway

On March 3, 1988, the Lieutenant Governor in Council authorized the Corporation to construct a railway from Peace River to the Daishowa Canada Co. Ltd. pulpmill plant. Railway construction was substantially completed in July 1989.

In a memorandum of understanding dated November 30, 1989, between the Corporation and Canadian National Railway Company (CNR), CNR was granted the right to occupy and operate the railway trackage pending transfer of the railway trackage to CNR. The transfer is expected to be completed in 1992. The Corporation is finalizing the acquisition of titles to land through which the railway trackage was constructed. See Note 9 for contingent claims related to the acquisition of railway land and the construction of railway trackage.

The agreement provides for CNR to receive railway trackage revenues and to pay for maintenance costs, operating costs and for liabilities incurred. The transfer will have no effect on the Corporation's net income or net asset value.

Note 4 Debenture Debt

- (a) The debenture debt is fully guaranteed by the Province of Alberta.
- (b) Debentures amounting to \$25,000,000 held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.

Note 5 Sinking Fund Commitments

A sinking fund contribution of \$500,000 is required in 1991 by the terms of a debenture which matures in 1992.

The Corporation has elected to make contributions of 2% of gross debt outstanding at the year-end as required by a Board of Directors' resolution. At December 31, 1990, sinking fund assets were in excess of debenture sinking fund requirements. It is the intention of the Corporation to use sinking fund assets for the retirement of all debenture debt.

Note 6 Railway Construction Grants

The Province of Alberta issued railway construction grants to the Corporation as follows:

	1990	1989
Department of Transportation and Utilities	\$1,968,868	\$1,538,138
Department of Economic Development and Trade	1,181,744	2,544,772
	<u>\$3,150,612</u>	<u>\$4,082,910</u>

Note 7 Contribution by the Province of Alberta

The contribution of \$3,482,614 (1989 \$4,794,397) has been made out of a supply vote of the Department of Transportation and Utilities. Grants issued by the Department are recorded by the Corporation as railway construction grants (Note 6).

Note 8 Administration Costs

Salaries of Treasury Department staff, accommodation and other overhead costs incurred in the administration of the Corporation have been borne by the Province of Alberta and are not reflected in these financial statements.

Note 9 Contingencies

Swan Landing-Grande Prairie Railway

Retroactive to January 1, 1987, the Corporation is claiming an increase in the tonnage rental rate for transporting grain.

In 1988, the Corporation and the Canadian National Railway Company referred the claim to arbitration. It is expected that settlement of the claim will occur in 1991.

The amount of the contingent gain cannot be estimated at this time. Any future adjustment of the 1987, 1988, 1989 and 1990 rates will be accounted for as a prior period adjustment.

The Corporation has received claims totalling \$124,785 for work performed by CNR on the Swan Landing-Grande Prairie railway. The Corporation has rejected the claims and is disputing responsibility for the charges.

Peace River-Daishowa Railway

The Corporation is involved in a number of claims amounting to approximately \$500,000 relating to land acquisition and construction of the Peace River-Daishowa railway. The outcome of these claims cannot be estimated at this time.

Note 10 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 11 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

ALBERTA RESOURCES RAILWAY CORPORATION
SCHEDULE OF DEBENTURE DEBT
DECEMBER 31, 1990

	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Principal Outstanding</u>
Canada Pension Plan Investment Fund (Note 4(b))				
	Oct. 1, 1973	Oct. 1, 1993	7.61%	\$ 5,484,000
	Nov. 1, 1973	Nov. 1, 1993	7.58%	5,877,000
	Dec. 3, 1973	Dec. 3, 1993	7.50%	5,170,000
	Jan. 2, 1974	Jan. 2, 1994	7.47%	2,775,000
	Feb. 1, 1974	Feb. 1, 1994	7.53%	5,694,000
				<u>25,000,000</u>
Alberta Municipal Financing Corporation (Note 5)				
	Jul. 15, 1977	Jul. 15, 1992	9.00%	25,000,000
Total 1990				<u>\$50,000,000</u>
Total 1989				<u>\$78,440,172</u>

Schedule 2

ALBERTA RESOURCES RAILWAY CORPORATION
SCHEDULE OF SINKING FUND ASSETS
DECEMBER 31, 1990

Investments:	
At cost	
Bonds	
Government of Canada	\$14,861,711
Provincial (Note A)	1,498,264
Corporate	<u>1,125,000</u>
	17,484,975
Bond coupons and residuals	
Government of Canada	<u>21,932,742</u>
	39,417,717
Less unamortized realized net gains	<u>(1,020,401)</u>
	38,397,316
Other assets:	
Cash	866,310
Accrued interest receivable	<u>663,509</u>
	1,529,819
Total 1990	<u>\$39,927,135</u>
Total 1989	<u>\$60,814,808</u>

Note A There are no bonds of the Province of Alberta.

B The market value of the total sinking fund assets at December 31, 1990 was \$39,952,988 (1989 \$61,450,986).

ALBERTA MUNICIPAL FINANCING CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1990

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Statement of Revenue, Expenditure and Retained Earnings
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Schedule of Sinking Fund Assets

AUDITOR'S REPORT

To the Shareholders of the
Alberta Municipal Financing Corporation

I have audited the balance sheet of the Alberta Municipal Financing Corporation as at December 31, 1990 and the statements of revenue, expenditure and retained earnings and changes in financial position for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 12, 1991

ALBERTA MUNICIPAL FINANCING CORPORATION
BALANCE SHEET
AS AT DECEMBER 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 119,412	\$ 14,684
Accrued interest receivable	215,441	216,980
Loans to municipal authorities (Note 3)	5,146,534	5,216,722
	<u>\$5,481,387</u>	<u>\$5,448,386</u>
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities:		
Accrued interest payable	\$ 113,226	\$ 114,250
Debenture debt (Note 4 and Schedule 1)	5,530,010	5,609,703
Less: Sinking fund assets (Note 5 and Schedule 2)	952,111	995,085
Net debenture debt	<u>4,577,899</u>	<u>4,614,618</u>
	<u>4,691,125</u>	<u>4,728,868</u>
Shareholders' equity:		
Share capital: (Note 6)		
Authorized: 7,500 common shares, par value \$10 per share		
Issued and fully paid:		
1990 6,485 shares (1989 6,478 shares)	65	65
Retained earnings	790,197	719,453
	<u>790,262</u>	<u>719,518</u>
	<u>\$5,481,387</u>	<u>\$5,448,386</u>

A.F. Collins
President & Chairman of the Board

R.L. Ardiel
Vice-President

The accompanying notes are part
of these financial statements.

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Revenue:		
Interest on loans	\$595,706	\$585,647
Investment income on sinking fund assets	99,151	117,947
Interest on deposits	8,910	8,239
Fees on loan prepayments	39	140
Exchange gains on debenture debt	—	84
	<u>703,806</u>	<u>712,057</u>
Expenditure:		
Interest on debentures	632,004	647,041
Amortization of debenture discount	713	968
Administration and office expense	287	283
Debt service charges	42	59
Directors' and officers' fees and expenses	16	12
Interest on short-term notes	—	94
	<u>633,062</u>	<u>648,457</u>
Excess of revenue over expenditure for the year	70,744	63,600
Retained earnings, beginning of year	719,453	655,853
Retained earnings, end of year	<u>\$790,197</u>	<u>\$719,453</u>

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Excess of revenue over expenditure for the year	\$ 70,744	\$ 63,600
Add (deduct) non-cash items:		
Amortization of gains, losses and discounts related to debt	713	977
Amortization of premiums and discounts related to sinking fund investments	(29,342)	(37,357)
Decrease (increase) in accrued interest, net	515	(7,278)
Cash provided by operating transactions	<u>42,630</u>	<u>19,942</u>
Investing transactions:		
New loans	(197,497)	(424,985)
Loan repayments	267,685	256,728
Cash provided by (applied to) investing transactions	<u>70,188</u>	<u>(168,257)</u>
Financing transactions:		
Debt issues:		
Canada Pension Plan Investment Fund	—	278,470
Short-term note payable to the Provincial Treasurer	—	19,906
Debt retirement:		
Redemption of debentures	(80,406)	(323,616)
Redemption of short-term note payable to the Provincial Treasurer	—	(20,000)
Liquidation of sinking fund assets, net	72,316	138,535
Cash provided by (applied to) financing transactions	<u>(8,090)</u>	<u>93,295</u>
Increase (decrease) in cash	104,728	(55,020)
Cash at beginning of year	14,684	69,704
Cash at end of year	<u>\$ 119,412</u>	<u>\$ 14,684</u>

**ALBERTA MUNICIPAL FINANCING CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990**

Note 1 Authority

The Alberta Municipal Financing Corporation operates under the authority of the Alberta Municipal Financing Corporation Act, Chapter A-33, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices**Sinking Fund Investments**

Sinking fund investments are recorded at cost. The cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

Realized gains and losses on disposals of sinking fund investments are included in the determination of investment income. The cost of disposals is determined on the average cost basis.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Investment income on sinking fund investments accrues to the sinking fund.

Foreign Exchange

Cash and accrued interest denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date.

Gains and losses arising from the translation of foreign currency denominated items are included in the determination of net income.

Debenture Discount

Debenture discount, including underwriting commission, arising on the issue of debenture debt is deferred and amortized over the term of the debt. Public debenture issue expenses are charged against income as they arise.

Note 3 Loans to Municipal Authorities

Loans to municipal authorities amounting to \$279,525,000 are due in 1991.

Note 4 Debenture Debt

(a) The debenture debt of the Corporation is fully guaranteed by the Province of Alberta.

(b) Debentures amounting to \$4,265,722,000 held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.

(c) Debenture debt is recorded net of sinking fund assets and unamortized discounts.

(d) Sinking fund and debenture redemption requirements during each of the next five years are as follows:

	Sinking Fund	Debenture Redemption	Total
	(thousands of dollars)		
1991	\$ 4,500	\$117,130	\$121,630
1992	4,500	89,599	94,099
1993	4,500	137,433	141,933
1994	4,500	98,318	102,818
1995	4,500	137,694	142,194
	<u>\$22,500</u>	<u>\$580,174</u>	<u>\$602,674</u>

Note 5 Sinking Fund Assets

Sinking fund assets are required for all public debentures. The Corporation's by-laws also require that \$300 million of sinking fund assets be available in 2000 for debenture debt maturing in that year. Management has estimated that approximately \$339,591,000 (1989 \$312,680,000) of the sinking fund assets are required at December 31, 1990 to meet these requirements. Sinking fund assets of \$612,520,000 (1989 \$682,405,000) in excess of the requirements will be used to retire other debentures as they mature and will also be available for loans to municipal authorities.

During the year \$150,000,000 (1989 \$230,000,000) of sinking fund assets were used to repay debentures and make loans to municipal authorities.

Note 6 Share Capital

Particulars of share capital are summarized hereunder:

Class	Restricted to	Number of shares		Total Dollar Amount
		Authorized	Issued and Fully Paid	
A	Provincial Treasurer	4,500	4,500	\$45,000
B	Municipalities and hospitals	1,000	931	9,310
C	Cities	750	578	5,780
D	Towns and villages	750	315	3,150
E	Schools, universities and colleges	500	161	1,610
		<u>7,500</u>	<u>6,485</u>	<u>\$64,850</u>

5 Class B, 1 Class D and 2 Class E shares were issued and 1 Class D share was redeemed during the year at \$10 each.

Note 7 Approval of Financial Statements

These financial statements have been approved by the Board of Directors.

Schedule 1

ALBERTA MUNICIPAL FINANCING CORPORATION
SCHEDULE OF DEBENTURE DEBT
AS AT DECEMBER 31, 1990
(thousands of dollars)

<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Principal Outstanding</u>
Province of Alberta				
Nov 1, 1979	Nov 1, 1999	11.70 %	\$ 70,000	\$ 70,000
Mar 3, 1980	Mar 3, 2000	13.45	35,000	35,000
Jul 2, 1980	Jul 3, 2000	11.75	30,000	30,000
Aug 15, 1980	Aug 15, 2000	13.20	35,000	35,000
Nov 17, 1980	Nov 17, 2000	13.75	75,000	75,000
Dec 1, 1980	Dec 1, 2000	13.65	50,000	50,000
Dec 17, 1979	Dec 15, 2000	11.85	70,000	70,000
Dec 15, 1980	Dec 15, 2000	13.60	155,000	155,000
Mar 2, 1981	Mar 2, 2001	14.10	30,000	30,000
Jun 15, 1981	Jun 15, 2001	16.25	85,000	85,000
Oct 1, 1980	Oct 1, 2001	13.66	75,000	75,000
Total				<u>710,000</u>
Canada Pension Plan Investment Fund (Note 4(b))				
Dec 1, 1971	Nov 1, 1991	7.18	92,130	92,130
Dec 15, 1972	Jun 1, 1992	7.13	54,599	54,599
Dec 15, 1973	Sep 4, 1993	7.44	85,433	85,433
Nov 15, 1974	Oct 1, 1994	8.34	98,318	98,318
Nov 14, 1975	Oct 1, 1995	8.79	137,694	137,694
Oct 15, 1976	Sep 1, 1996	9.06	140,685	140,685
Oct 14, 1977	Sep 1, 1997	9.06	163,457	163,457
Oct 16, 1978	Sep 1, 1998	9.31	176,645	176,645
Nov 15, 1979	Oct 1, 1999	10.04	219,206	219,206
Nov 14, 1980	Oct 1, 2000	12.35	222,367	222,367
Sep 15, 1981	Aug 1, 2001	14.18	216,739	216,739
Jun 1, 1982	Jun 1, 2002	15.75	274,735	274,735
Apr 5, 1983	Apr 5, 2003	13.82	209,284	209,284
Dec 1, 1983	Dec 1, 2003	11.50	231,739	231,739
Dec 3, 1984	Dec 3, 2004	13.25	338,491	338,491
Nov 1, 1985	Nov 1, 2005	11.66	283,604	283,604
Nov 3, 1986	Nov 3, 2006	9.85	395,396	395,396
Nov 2, 1987	Nov 2, 2007	9.66	335,383	335,383
Oct 3, 1988	Oct 3, 2008	10.04	259,294	259,294
Oct 2, 1989	Oct 2, 2009	9.99	291,414	291,414
Nov 1, 1989	Nov 1, 2009	9.62	32,457	32,457
Dec 1, 1989	Dec 1, 2009	9.26	6,652	6,652
Total				<u>4,265,722</u>
Public, payable in Canadian dollars				
Jun 15, 1966	Jun 15, 1991	5.75	25,000	25,000
May 15, 1967	May 15, 1992	6.00	35,000	35,000
Mar 15, 1968	Mar 15, 1993	7.25	52,000	52,000
Jan 18, 1983	Dec 15, 2002	12.25	450,000	450,000
Total				<u>562,000</u>
				<u>5,537,722</u>
Less: Unamortized debenture discount				7,712
Total debenture debt				<u><u>\$5,530,010</u></u>

ALBERTA MUNICIPAL FINANCING CORPORATION
SCHEDULE OF SINKING FUND ASSETS
AS AT DECEMBER 31, 1990
(thousands of dollars)

	<u>Par Value</u>	<u>Book Value</u>	<u>Market Value</u>
Investments:			
Bonds and debentures:			
Government of Canada, direct and guaranteed	\$339,055	\$ 350,641	\$ 352,747
Provincial, direct:			
- Alberta	14,263	14,142	14,026
- Other	23,685	23,677	22,864
Provincial, guaranteed:			
- Alberta Municipal Financing Corporation	35,630	34,571	33,138
- Other Alberta	50,085	50,305	48,245
- Other	52,975	52,031	47,847
Corporate	39,506	39,525	38,741
Municipal	9,025	8,963	8,832
Mid-term money market securities:			
Notes	21,850	21,756	21,788
Certificates of deposit	2,000	2,000	2,008
Guaranteed investment certificates	21,700	21,704	21,534
Bankers acceptance	1,300	1,306	1,294
Bond coupons and residuals:			
Government of Canada, direct		174,594	165,130
Provincial		33,094	39,852
		<u>828,309</u>	<u>818,046</u>
Short-term money market securities: (a)			
Treasury bills		62,017	62,017
Total		<u>890,326</u>	<u>880,063</u>
Other assets:			
Cash		44,648	44,648
Accrued interest receivable		17,137	17,137
Total		<u>61,785</u>	<u>61,785</u>
Total 1990		<u>\$ 952,111</u>	<u>\$ 941,848</u>
Total 1989		<u>\$ 995,085</u>	<u>\$1,001,085</u>

(a) Market value is deemed to be book value.

SECTION 7

1990-91

PUBLIC ACCOUNTS

COMMERCIAL ENTERPRISES - FINANCIAL STATEMENTS

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Alberta Terminals Canola Crushers Ltd.	7.3
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NovAtel Communications Ltd.	7.47
Treasury:	
Credit Union Deposit Guarantee Corporation	7.55
S C Financial Ltd.	7.60
S C Properties Ltd.	7.64
Treasury Branches Deposits Fund	7.69
391760 Alberta Ltd.	7.76
413553 Alberta Ltd.	7.81

COMMERCIAL ENTERPRISES - FINANCIAL STATEMENTS**Introduction:**

The Provincial corporations and enterprises included in this section operate on the basis of full cost supported by charges for goods or services with no subsidy from the General Revenue Fund.

Because the basis of accounting is significantly different from that used for the General Revenue Fund, and to adjust to the latter basis would result in the write-off of significant revenue earning assets, they are included in the consolidated financial statements on an equity basis whereby the Government's investment is adjusted for unremitted earnings and to reflect its share of capital transactions including loans to or from the enterprise.

ALBERTA TERMINALS CANOLA CRUSHERS LTD.
FINANCIAL STATEMENTS
JULY 31, 1990

Auditor's Report
Balance Sheet
Statement of Loss and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Administration Expenses

AUDITOR'S REPORT

To the Shareholders of Alberta
Terminals Canola Crushers Ltd.

I have examined the balance sheet of Alberta Terminals Canola Crushers Ltd. as at July 31, 1990 and the statements of loss and deficit and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at July 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 20, 1990

ALBERTA TERMINALS CANOLA CRUSHERS LTD.

BALANCE SHEET

AS AT JULY 31, 1990

(thousands of dollars)

	1990	1989
ASSETS		
Current:		
Cash and interest bearing deposits	\$ 3,216	\$ 2,625
Brokers margin accounts	543	702
Accounts receivable	1,250	683
Deposits and prepaid expenses	169	190
Inventories (Note 3)	3,056	4,048
Due from parent company	—	295
	<u>8,234</u>	<u>8,543</u>
Fixed assets (Note 4)	10,122	7,766
Facility start-up costs	—	97
	<u>\$18,356</u>	<u>\$16,406</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current:		
Bank indebtedness (Note 5)	\$ 7,300	\$ 6,674
Trade payables and accrued liabilities	484	503
Accounts payable on capital works project	698	—
Accrued liability on grain deliveries	14	2,881
Due to parent company	86	—
Unpresented grain cheques	—	354
	<u>8,582</u>	<u>10,412</u>
Continuing operations and contingencies (Notes 9 and 10)		
Shareholders' equity:		
Share capital (Note 6)	18,055	15,650
Deficit	8,281	9,656
	<u>9,774</u>	<u>5,994</u>
	<u>\$18,356</u>	<u>\$16,406</u>

The accompanying notes are part
of these financial statements.

ALBERTA TERMINALS CANOLA CRUSHERS LTD.

STATEMENT OF LOSS AND DEFICIT

FOR THE YEAR ENDED JULY 31, 1990

(thousands of dollars)

	1990	1989
Sales	\$35,574	\$38,376
Cost of sales:		
Purchases	32,645	37,052
Direct processing	2,387	1,497
Freight and handling in	1,496	1,212
Plant overhead	1,450	1,028
Depreciation and amortization	525	424
Grain management	261	564
Shipping	238	335
	<u>39,002</u>	<u>42,112</u>
Gross operating loss	3,428	3,736
Other expenses (income):		
Interest expense	1,373	820
Administration (Schedule 1)	924	1,594
Marketing	174	177
Interest income	(374)	(153)
	<u>2,097</u>	<u>2,438</u>
Loss for the year (Note 6)	5,525	6,174
Deficit at beginning of year	9,656	3,663
	<u>15,181</u>	<u>9,837</u>
Province of Alberta contribution (Note 7)	(6,900)	—
Dividend (Note 6)	—	(181)
Deficit at end of year	<u>\$ 8,281</u>	<u>\$ 9,656</u>

ALBERTA TERMINALS CANOLA CRUSHERS LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED JULY 31, 1990

(thousands of dollars)

	1990	1989
Cash provided by (used in) operating activities:		
Loss for the year	\$(5,525)	\$(6,174)
Add items not affecting cash:		
Depreciation and amortization	586	484
	<u>(4,939)</u>	<u>(5,690)</u>
Net change in non-cash balances relating to operations	(1,937)	5,627
Cash used in operating activities	<u>(6,876)</u>	<u>(63)</u>
Cash used in investing activities:		
Purchase of fixed assets	(2,845)	(60)
Cash provided by (used in) financing activities:		
Province of Alberta contribution	6,900	—
Issue of share capital	2,405	4,050
Advances from (to) parent company	381	(2,828)
Cash provided by financing activities	<u>9,686</u>	<u>1,222</u>
Increase (decrease) in bank indebtedness during the year	35	(1,099)
Bank indebtedness (net) at beginning of year	4,049	5,148
Bank indebtedness (net) at end of year	<u>\$ 4,084</u>	<u>\$ 4,049</u>

ALBERTA TERMINALS CANOLA CRUSHERS LTD.
NOTES TO THE FINANCIAL STATEMENTS
JULY 31, 1990

Note 1 Authority

The Company was incorporated on April 27, 1987 under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981, and commenced operations on August 1, 1987.

Note 2 Significant Accounting Policies and Reporting Practices**(a) Basis of reporting**

These financial statements have been prepared on the basis of accounting principles applicable to a going concern. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities in other than the normal course of business and at amounts different from those in the accompanying financial statements (see Note 10).

(b) Inventories

Seed, meal and oil inventories are recorded on the basis of closing market quotations. All other inventory is valued at lower of cost and net realizable value.

(c) Fixed assets and depreciation

Fixed assets are recorded at cost less accumulated depreciation. Depreciation is provided over the estimated useful lives of the depreciable assets on a straight-line basis using the following annual rates:

Plant and buildings	5%
Gathering system	5%
Machinery and equipment	10%
Furniture and fixtures	12.5%
Automotive equipment	25%

Depreciation is adjusted for periods where the production facility is not in operation.

(d) Revenue recognition - future transactions

The Company generally follows the policy of hedging its inventories to minimize risk from market fluctuations. Accordingly, gains or losses on hedging activities are taken into income as incurred.

(e) Foreign currency

The Company translates all assets and liabilities held in foreign currency to Canadian funds at the year-end rates of exchange. Exchange gains and losses from such translation practices have been included in operations.

Note 3 Inventories

	1990	1989
	(thousands of dollars)	
Oil	\$2,979	\$ 49
Seed	35	3,782
Meal	—	161
Other materials	42	56
	<u>\$3,056</u>	<u>\$4,048</u>

Note 4 Fixed Assets

	1990			1989
	Cost	Accumulated Depreciation	Net	Net
	(thousands of dollars)			
Land	\$ 100	\$ —	\$ 100	\$ 100
Plant and buildings	5,939	850	5,089	5,102
Gathering system	156	24	132	140
Machinery and equipment	5,275	524	4,751	2,364
Furniture and fixtures	43	14	29	29
Automotive equipment	49	28	21	31
	<u>\$11,562</u>	<u>\$1,440</u>	<u>\$10,122</u>	<u>\$7,766</u>

Note 5 Bank Indebtedness

The bank loan bears interest at prime and is secured by a general assignment of accounts receivable, inventories, a \$25 million fixed and floating charge debenture on all the assets, an assignment of fire insurance, and a guarantee from the Province of Alberta.

Note 6 Share Capital**Authorized**

- 8,600,000 class A non-cumulative, non-voting, redeemable preferred shares.
- unlimited class B cumulative, voting, redeemable preferred shares.
- unlimited common voting shares of no par value.

	<u>1990</u>	<u>1989</u>
Issued		
- 8,600,000 class A preferred shares	\$ 8,600,000	\$ 8,600,000
- 9,455,000 class B preferred shares	9,455,000	7,050,000
- 100 common shares	100	100
	<u>\$18,055,100</u>	<u>\$15,650,100</u>
Rounded to	<u>\$18,055,000</u>	<u>\$15,650,000</u>

Dividends on class B preferred shares are cumulative at a rate of the greater of 4% and prime less 3%. On July 31, 1990, dividends in arrears on these shares amounted to \$1,541,000. Dividends accrued in 1988 were reversed in 1989.

During the year, the Company issued \$2,405,000 class B preferred shares for cash at \$1 per share.

In accordance with an agreement dated August 19, 1987, the Alberta Agricultural Development Corporation, a shareholder, is committed to fund operating losses for the year ended 1990 to a maximum of \$500,000. The Company will issue class B shares in exchange for the funding.

Note 7 Province of Alberta Contribution

The Company received funding of \$6.9 million from the Province of Alberta to fund accumulated losses for the two years ended July 31, 1989.

Note 8 Related Party Transactions

The Company conducts business with its directors and its parent, Alberta Terminals Ltd. These transactions are at competitive rates. The Company paid management fees of \$163,000 (1989 \$357,000) to Alberta Terminals Ltd.

Note 9 Contingencies and Commitments

- (a) The Company leases a fleet of railcars and tank cars for the transport of product. The future minimum annual lease payments are as follows:

1991	\$268,000
1992	186,000
1993	37,000
1994	6,000

- (b) The estimated cost to complete the capital works project of expanding and upgrading existing plant facilities is \$1,116,000.

- (c) The Company is committed to two employment contracts with management at rates of \$60,000 and \$72,000 per year. The contracts expire on April 30, 1993 and August 31, 1992 respectively.

- (d) The Company makes contributions to an employee pension plan. The last valuation of the plan was conducted as at December 31, 1988 and indicated a deficit of \$53,000 based on actuarial results, which will be funded by payments of \$6,000 per annum for fifteen years.

Note 10 Continuing Operations

The Company's continued existence as a going concern is dependent upon its ability to obtain continued financial support from its shareholders and ultimately achieving financial profitability.

Note 11 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 12 Approval of Financial Statements

These financial statements have been reviewed by the Audit Committee and recommended to the Board for approval.

Schedule 1

ALBERTA TERMINALS CANOLA CRUSHERS
SCHEDULE OF ADMINISTRATION EXPENSES
FOR THE YEAR ENDED JULY 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Salaries and benefits	\$496	\$ 684
Consulting and professional fees	69	463
Depreciation	61	60
Insurance and property taxes	58	93
Telephone	53	32
Materials and office supplies	52	38
Directors' fees and travel	50	42
Travel, promotion and advertising	34	103
Office and equipment rent	18	10
Miscellaneous	33	69
	<u>\$924</u>	<u>\$1,594</u>

ALBERTA TERMINALS LTD.
FINANCIAL STATEMENTS
JULY 31, 1990

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Terminal Operations
Schedule of Administrative Expenses

AUDITOR'S REPORT

To the Shareholder of
Alberta Terminals Ltd.

I have examined the balance sheet of Alberta Terminals Ltd. as at July 31, 1990 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at July 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
October 5, 1990

ALBERTA TERMINALS LTD.
BALANCE SHEET
AS AT JULY 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash and interest bearing deposits	\$ 1,299	\$ 1,543
Accounts receivable	353	523
Accrued storage and elevation fees	327	332
Due from the Canadian Wheat Board	617	834
Due from grain purchase agreements (Note 6(a))	714	1,999
Due from subsidiary	93	—
Inventories	263	167
Prepaid expenses and other assets	235	221
	<u>3,901</u>	<u>5,619</u>
Investment in long-term securities (Note 3)	6,818	7,126
Investment in subsidiaries	1	1
Fixed assets (Note 4)	12,323	12,363
	<u>\$23,043</u>	<u>\$25,109</u>
LIABILITIES AND SHAREHOLDER'S EQUITY		
Current:		
Accounts payable and accrued liabilities	\$ 401	\$ 517
Due to subsidiary	—	295
Grain purchase commitments (Note 6(a))	740	1,844
Deferred revenue	182	379
	<u>1,323</u>	<u>3,035</u>
Commitments and contingent liabilities (Note 6)		
Shareholder's equity:		
Share capital:		
Authorized - unlimited number of common shares with no par value		
Issued - 70,114 common shares	17,528	17,528
Retained earnings	4,192	4,546
	<u>21,720</u>	<u>22,074</u>
	<u>\$23,043</u>	<u>\$25,109</u>

The accompanying notes are part
of these financial statements.

ALBERTA TERMINALS LTD.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED JULY 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Revenue	\$3,771	\$4,303
Terminal operation expenses	<u>3,670</u>	<u>3,617</u>
Gross operating profit from terminals, Schedule 1	<u>101</u>	<u>686</u>
Other income (expenses):		
Dividend and interest income	881	843
Rental and marketing income (expense)	69	(64)
Administrative expenses, Schedule 2	(985)	(735)
Write-down of investment in long-term securities (Note 3)	(308)	—
Loss on disposal of fixed assets	<u>(112)</u>	<u>(3)</u>
	<u>(455)</u>	<u>41</u>
Net income (loss) for the year	<u>(354)</u>	<u>727</u>
Retained earnings at beginning of year	<u>4,546</u>	<u>3,819</u>
Retained earnings at end of year	<u><u>\$4,192</u></u>	<u><u>\$4,546</u></u>

ALBERTA TERMINALS LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JULY 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Cash provided by (used in) operating activities:		
Net income (loss) for the year	\$ (354)	\$ 727
Add items not affecting cash:		
Depreciation	662	682
Write-down of investment in long-term securities (Note 3)	308	—
Loss on disposal of fixed assets	<u>112</u>	<u>3</u>
	<u>728</u>	<u>1,412</u>
Net change in non-cash balances relating to operations	<u>150</u>	<u>(3,002)</u>
Cash provided by (used in) operating activities	<u>878</u>	<u>(1,590)</u>
Cash provided by (used in) investing activities:		
Purchase of fixed assets	(753)	(533)
Proceeds on disposal of fixed assets	19	37
Advances from (to) subsidiary	<u>(388)</u>	<u>2,828</u>
Cash provided by (used in) investing activities	<u>(1,122)</u>	<u>2,332</u>
Net increase (decrease) in cash and interest bearing deposits during the year	<u>(244)</u>	<u>742</u>
Cash and interest bearing deposits at beginning of year	<u>1,543</u>	<u>801</u>
Cash and interest bearing deposits at end of year	<u><u>\$ 1,299</u></u>	<u><u>\$ 1,543</u></u>

ALBERTA TERMINALS LTD.
NOTES TO THE FINANCIAL STATEMENTS
JULY 31, 1990

Note 1 Authority

Alberta Terminals Ltd. was incorporated on September 19, 1979 under The Companies Act of the Province of Alberta and continued under the Alberta Business Corporations Act, Chapter B-15 Statutes of Alberta 1981, on June 30, 1983. The Company is also licensed and regulated by the Canada Grain Act.

Note 2 Significant Accounting Policies**(a) Non-consolidation of subsidiaries**

The investment in the wholly owned subsidiary, Alberta Terminals Canola Crushers Ltd. is accounted for on the cost basis because the losses do not accrue to the parent. The losses are being funded directly and indirectly by the Government of the Province of Alberta.

The investment in a wholly owned subsidiary, Peace Export Terminals Ltd., is carried at cost. This subsidiary is inactive.

(b) Investment in long-term securities

The Company carries its investment in long-term securities at cost less write-down where a loss or realization is anticipated.

(c) Inventories

Inventories of grain and screenings are valued at estimated net realizable value at the balance sheet date.

(d) Fixed assets and depreciation

Fixed assets are recorded at cost less accumulated depreciation. Depreciation is charged at rates designed to amortize the cost of assets over their estimated useful lives as follows:

Buildings	40 years straight-line
Equipment	5% - 10% declining balance
Building improvements	5% - 15% declining balance
Computer	7 years straight-line
Automotive	20% declining balance
Furniture	20% declining balance

(e) Revenue recognition

Two-thirds of revenue derived from elevation is taken into income when the grain is received. One-third of the elevation fees are deferred and taken into income when the grain is shipped. Storage charges are recorded in the accounts on a monthly basis. Unbilled revenue is recorded using the tariff rates in effect at the balance sheet date.

The balance due from the Canadian Wheat Board includes amounts paid to producers for grain held for the account of the Board. In its capacity as agent for the Canadian Wheat Board, the Company earns handling charges which are included in income as services are performed.

Note 3 Investment in Long-term Securities

The investment consists of a mutual fund that invests in long-term Government of Canada bonds. For valuation purposes, this investment has been written down from original cost to market value to reflect the intention of the shareholder to purchase the investment from the Company (see Note 7).

Note 4 Fixed Assets

	1990			1989
	(thousands of dollars)			
	Cost	Accumulated Depreciation	Net	Net
Land	\$ 2,918	\$ —	\$ 2,918	\$ 2,918
Buildings	3,590	808	2,782	2,872
Equipment	4,176	1,700	2,476	2,507
Building improvements	5,027	1,300	3,727	3,569
Computer	404	180	224	282
Automotive	158	64	94	100
Furniture	222	120	102	115
	<u>\$16,495</u>	<u>\$4,172</u>	<u>\$12,323</u>	<u>\$12,363</u>

Note 5 Pension Plan

The Company maintains a contributory defined benefit pension plan covering substantially all its employees. The December 31, 1988 independent actuarial valuation indicated pension fund assets of \$2,213,000, accrued pension benefits of \$1,597,000 and a surplus of \$616,000 in the plan. As a result, the Company suspended contributions as of December 31, 1988. The pension plan was subsequently amended for the indexing of benefits which has resulted in a reduction in the surplus of \$396,000. The expected date of the next actuarial valuation is December 31, 1991. The current year's pension expense has been offset with the amortization of the plan's surplus.

Note 6 Commitments and Contingent Liabilities**(a) Grain Purchase Commitments**

The Company enters into contracts with customers whereby it markets consignment grains with commitments from the customers to replenish grain stocks or pay at future dates. The company has a liability to consignees of \$740,000 (1989 \$1,844,000) representing the value of uncompleted transactions at the year-end.

(b) The Company is committed to employment contracts with a director, senior executive and an employee at the rates of \$60,000, \$70,000 and \$55,000 respectively per year plus benefits. These contracts expire on December 31, 1991, February 18, 1995 and November 2, 1992.

(c) The Company is committed to annual rentals of \$66,880 under an operating lease agreement expiring on November 30, 1993.

(d) A legal action has been commenced against the Company claiming \$396,000 in damages alleging that the Company has benefited from expertise supplied by the plaintiff for which no compensation was received. Management is of the opinion that the claim is without merit and no provision has been made in these financial statements with respect to this matter.

Note 7 Subsequent Event

On August 3, 1990, the shareholder of the Company signed a letter of intent to dispose of all the issued and outstanding shares of the Company. A sales agreement has not been finalized as of the date of release of these financial statements.

Note 8 Related Party Transactions

The Company conducts business with its directors and its subsidiary, Alberta Terminals Canola Crushers Ltd., at competitive rates. It has charged the subsidiary \$163,000 (1989 \$357,000) in management fees during the year.

Note 9 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 10 Approval of Financial Statements

These financial statements have been reviewed by the Audit Committee and recommended to the Board for approval.

Schedule 1

ALBERTA TERMINALS LTD.
SCHEDULE OF TERMINAL OPERATIONS
FOR THE YEAR ENDED JULY 31, 1990

(thousands of dollars)

	Calgary	Edmonton	Lethbridge	High Level	Picture Butte	1990 Total	1989 Total
Revenue:							
Elevation, cleaning, drying and storage	\$1,243	\$ 858	\$1,000	\$303	\$ 58	\$3,462	\$3,674
Grain sales	232	34	38	—	5	309	629
	<u>1,475</u>	<u>892</u>	<u>1,038</u>	<u>303</u>	<u>63</u>	<u>3,771</u>	<u>4,303</u>
Expenses:							
Salaries, wages and benefits	448	533	417	102	46	1,546	1,700
Depreciation	126	282	135	22	—	565	588
Property taxes	145	206	105	5	9	470	429
Incentives and rebates	59	41	81	91	19	291	188
Fuel and utilities	75	137	66	2	—	280	251
Repairs and maintenance	36	42	19	9	1	107	100
Grain purchases	14	50	16	4	—	84	21
Transportation	17	27	11	6	6	67	41
Telephone, office and courier	20	12	19	9	2	62	60
Materials and supplies	10	16	18	8	2	54	37
Insurance	17	16	12	2	2	49	62
Advertising and promotion	9	9	11	5	2	36	41
Travel and entertainment	5	5	6	2	1	19	19
Bad debts	(2)	—	—	—	—	(2)	35
Miscellaneous	10	10	8	12	2	42	45
	<u>989</u>	<u>1,386</u>	<u>924</u>	<u>279</u>	<u>92</u>	<u>3,670</u>	<u>3,617</u>
Gross operating profit (loss)	<u>\$ 486</u>	<u>\$ (494)</u>	<u>\$ 114</u>	<u>\$ 24</u>	<u>\$ (29)</u>	<u>\$ 101</u>	<u>\$ 686</u>

Schedule 2

ALBERTA TERMINALS LTD.
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED JULY 31, 1990

(thousands of dollars)

	1990	1989
Salaries and benefits	\$ 578	\$ 666
Consulting and professional fees	101	18
Depreciation	97	94
Office and equipment rent	77	41
Telephone, utilities and courier	64	75
Directors' fees and travel	55	54
Travel	45	60
Repairs and maintenance	35	30
Promotion	34	33
Materials and office supplies	30	43
Insurance and property taxes	20	20
Dues and fees	5	13
Miscellaneous	7	(1)
Recovery of expenses	(163)	(411)
	<u>\$ 985</u>	<u>\$ 735</u>

THE ALBERTA GENERAL INSURANCE COMPANY
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of
The Alberta General Insurance Company

I have audited the balance sheet of The Alberta General Insurance Company as at December 31, 1990 and the statement of operations and surplus for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
January 31, 1991

THE ALBERTA GENERAL INSURANCE COMPANY
BALANCE SHEET
AS AT DECEMBER 31, 1990

	1990	1989
ASSETS		
Cash	\$562,627	\$517,064
Accrued interest	17,700	15,715
Prepaid expenses	1,150	1,150
	<u>\$581,477</u>	<u>\$533,929</u>
LIABILITIES AND SURPLUS		
Accounts payable	\$ 5,000	\$ 1,100
Income tax payable	18,706	3,881
Unearned premiums	19	44
	<u>23,725</u>	<u>5,025</u>
Surplus (Note 4)	557,752	528,904
	<u>\$581,477</u>	<u>\$533,929</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA GENERAL INSURANCE COMPANY
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1990

	1990	1989
Underwriting:		
Revenue:		
Premiums earned, net of cancellations and returns	\$ 25	\$ 25
Expense:		
Claims, net of reinsurance and salvage	—	173
Administrative and general expenses	17,700	21,700
Total expenses	<u>17,700</u>	<u>21,873</u>
Underwriting loss	<u>(17,675)</u>	<u>(21,848)</u>
Other income:		
Interest	69,045	59,058
Operating surplus for the year before income tax	<u>51,370</u>	<u>37,210</u>
Provision for income taxes	22,522	16,074
Reduction of income taxes due to prior year losses	—	12,193
	<u>22,522</u>	<u>3,881</u>
Operating surplus for the year	28,848	33,329
Surplus at beginning of year	528,904	495,575
Surplus at end of year	<u>\$557,752</u>	<u>\$528,904</u>

THE ALBERTA GENERAL INSURANCE COMPANY
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990

- Note 1 Authority
The Alberta General Insurance Company operates under the authority of The Alberta General Insurance Company Act, Chapter 9, Statutes of Alberta 1948.
- Note 2 Significant Reporting Practices
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Cessation of Business
The Alberta General Insurance Company has ceased active business operations with the exception of one policy concerning certain government property.
- Note 4 Surplus
Surplus consists of contributed capital (\$124,226) and earnings (\$433,526) retained in the company. Contributed surplus arose in 1948 when the net assets of the Alberta Government Insurance Office were transferred to the Company.
- Note 5 Comparative Figures
The 1989 figures have been reclassified where necessary to conform to 1990 presentation.
- Note 6 Approval of Financial Statements
These financial statements were approved by management.

ALBERTA INTERMODAL SERVICES LTD.
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statement of Net Earnings and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Shareholder of Alberta
Intermodal Services Ltd.

I have audited the balance sheet of Alberta Intermodal Services Ltd. as at December 31, 1990 and the statements of net earnings and retained earnings and changes in financial position for the year then ended. These financial statements are the responsibility of Alberta Intermodal Services Ltd.'s management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of Alberta Intermodal Services Ltd. as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 15, 1991

ALBERTA INTERMODAL SERVICES LTD.

BALANCE SHEET

DECEMBER 31, 1990

(thousands of dollars)

	1990	1989
ASSETS		
Current:		
Cash	\$ 645	\$ 3,405
Short-term investments	14,762	10,622
Accounts receivable	2,196	2,175
Prepaid expenses	74	242
	<u>17,677</u>	<u>16,444</u>
Fixed assets (Note 3)	16,133	15,339
Deferred charges (Note 4)	647	763
	<u>\$34,457</u>	<u>\$32,546</u>
LIABILITIES AND SHAREHOLDER'S EQUITY		
Current:		
Accounts payable and accrued liabilities	\$ 1,405	\$ 1,297
Deferred revenue	25	20
	<u>1,430</u>	<u>1,317</u>
Shareholder's equity:		
Share capital (Note 5)	32,267	32,267
Retained earnings (deficit)	760	(1,038)
	<u>33,027</u>	<u>31,229</u>
	<u>\$34,457</u>	<u>\$32,546</u>

The accompanying notes are part
of these financial statements.

Signed on behalf of the Board:
S. Schellenberger, Director
E. H. LaBorde, Director

ALBERTA INTERMODAL SERVICES LTD.
STATEMENT OF NET EARNINGS AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	1990	1989
Revenues:		
Transportation services	\$17,218	\$13,908
Railcar lease	<u>1,530</u>	<u>973</u>
	<u>18,748</u>	<u>14,881</u>
Costs:		
Transportation services	15,995	13,358
Railcar maintenance	445	190
Recovery of past transportation services costs	<u>—</u>	<u>(783)</u>
	<u>16,440</u>	<u>12,765</u>
Gross operating earnings	<u>2,308</u>	<u>2,116</u>
Expenses:		
Sales	1,039	993
Administrative	555	496
Depreciation	609	462
Amortization of deferred charges	<u>177</u>	<u>176</u>
	<u>2,380</u>	<u>2,127</u>
Net operating loss	<u>(72)</u>	<u>(11)</u>
Investment income	1,870	1,765
Net earnings for the year	<u>1,798</u>	<u>1,754</u>
Deficit at beginning of year	<u>(1,038)</u>	<u>(2,792)</u>
Retained earnings (deficit) at end of year	<u>\$ 760</u>	<u>\$ (1,038)</u>

ALBERTA INTERMODAL SERVICES LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	1990	1989
Operating activities:		
Net earnings for the year	\$ 1,798	\$ 1,754
Depreciation	609	462
Amortization of deferred charges	<u>177</u>	<u>176</u>
	<u>2,584</u>	<u>2,392</u>
Net change in non-cash working capital	<u>(3,880)</u>	<u>(541)</u>
	<u>(1,296)</u>	<u>1,851</u>
Investing activities:		
Purchase of fixed assets	(1,403)	(8,512)
Additions to deferred charges	<u>(61)</u>	<u>(75)</u>
	<u>(1,464)</u>	<u>(8,587)</u>
Decrease in cash during the year	<u>(2,760)</u>	<u>(6,736)</u>
Cash at beginning of year	<u>3,405</u>	<u>10,141</u>
Cash at end of year	<u>\$ 645</u>	<u>\$ 3,405</u>

ALBERTA INTERMODAL SERVICES LTD.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990

Note 1 Authority

The Company was incorporated under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981.

All the issued common shares of the Company are held by the Province of Alberta and accordingly the Company is exempt from income tax.

Note 2 Significant Accounting Policies**Short-term Investments**

The investments are stated at cost plus the applicable portion of the discount calculated using the straight-line method over the period to maturity.

Fixed Assets

Fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated on the straight-line method at rates varying from 4% to 33 1/3% which are designed to amortize the cost of the assets over their estimated useful lives.

Deferred Charges

Expenditures which provide long-term benefit to the Company are stated at cost less accumulated amortization.

Amortization is calculated on the straight-line method at rates varying from 10% to 20% to amortize the charges over the estimated future period during which benefits accrue to the Company.

Note 3 Fixed Assets

	1990			1989
	Cost	Accumulated Depreciation	Net	Net
	(thousands of dollars)			
Land	\$ 4,789	\$ —	\$ 4,789	\$ 4,789
Rail cars	8,381	573	7,808	8,144
Yard improvements	2,225	555	1,670	1,777
Chassis	1,364	30	1,334	50
Buildings	520	256	264	310
Computer equipment	360	184	176	170
Office furniture and equipment	218	163	55	66
Automobiles	47	11	36	30
Leasehold improvements	11	10	1	3
	<u>\$17,915</u>	<u>\$1,782</u>	<u>\$16,133</u>	<u>\$15,339</u>

Note 4 Deferred Charges

	1990			1989
	Cost	Accumulated Amortization	Net	Net
	(thousands of dollars)			
Software development costs	\$ 899	\$313	\$586	\$598
Business development costs	460	460	—	92
Lease costs	14	3	11	18
Legal costs	50	—	50	55
	<u>\$1,423</u>	<u>\$776</u>	<u>\$647</u>	<u>\$763</u>

Note 5 Share Capital

The Company has authorized unlimited common shares without par value.

As at December 31, 1990, 32,268 common shares (1989 32,268) were issued and outstanding for \$32,267,000 (1989 \$32,267,000).

Note 6 Commitments

The Company has entered into contractual arrangements to place with a carrier a minimum volume of traffic with an approximate cost of \$7,475,000 for the year ended December 31, 1991.

Note 7 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

THE WORKERS' COMPENSATION BOARD
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Fund Balance
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments
Schedule of Administrative and General Expenses
Schedule of Medical Services and Rehabilitation Centre Operations

AUDITOR'S REPORT

To the Directors of
The Workers' Compensation Board

I have audited the balance sheet of The Workers' Compensation Board as at December 31, 1990 and the statements of operations and fund balance and changes in financial position for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting as described in Note 2 to the financial statements.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 4, 1991

THE WORKERS' COMPENSATION BOARD
BALANCE SHEET
AS AT DECEMBER 31, 1990
(thousands of dollars)

	1990	1989
ASSETS		
Cash	\$ 50,507	\$ 35,978
Assessments and other receivables (Note 3)	44,687	35,429
Accrued interest	21,195	19,850
Investments (Schedule 1)	1,580,003	1,479,504
Deferred charges and other assets (Note 4)	76,536	39,849
Fixed assets (Note 5)	26,644	16,627
	<u>\$1,799,572</u>	<u>\$1,627,237</u>
LIABILITIES AND FUND BALANCE		
Accounts payable	\$ 10,159	\$ 6,599
Deferred revenue (Note 6)	44,150	32,947
Employers' deposit accounts	380	380
Staff benefit trust	219	225
Liability for claims (Note 7)	2,214,500	1,891,300
Fund balance (deficit)	(469,836)	(304,214)
	<u>\$1,799,572</u>	<u>\$1,627,237</u>

On behalf of the Board of Directors:
Vern Millard, Director

Kenneth C. Pals, Director

The accompanying notes and schedules
are part of these financial statements.

THE WORKERS' COMPENSATION BOARD
STATEMENT OF OPERATIONS AND FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	Operating Activities For		1990	1989
	1990	Prior Years	Total	Total
REVENUE				
Assessments				
Industry	\$415,471	\$ 1,500	\$ 416,971	\$ 365,516
Self-Insurers	1,337	7,553	8,890	8,749
Investment income (Note 9)	—	145,960	145,960	152,937
Province of Alberta (Note 10)	—	3,231	3,231	13,799
	<u>416,808</u>	<u>158,244</u>	<u>575,052</u>	<u>541,001</u>
EXPENDITURE				
Claim costs (Note 11)	102,887	257,363	360,250	315,192
Deduct: Claim costs charged to the liability for claims	2,459	249,828	252,287	224,337
	<u>100,428</u>	<u>7,535</u>	<u>107,963</u>	<u>90,855</u>
Provision for future claim costs	254,200	—	254,200	228,800
Adjustment to liability for claims:				
Investment income allocated	—	160,156	160,156	144,628
Actuarial estimates	—	(43,969)	(43,969)	(59,777)
Total claim costs	<u>354,628</u>	<u>123,722</u>	<u>478,350</u>	<u>404,506</u>
Administrative and general expenses (Schedule 2)	87,368	—	87,368	61,899
Medical services and Rehabilitation Centre operations, net (Schedule 3)	686	—	686	3,649
Occupational Health and Safety (Note 12)	6,030	—	6,030	5,827
Safety association and research grants (Note 13)	2,490	—	2,490	2,269
	<u>451,202</u>	<u>123,722</u>	<u>574,924</u>	<u>478,150</u>
OPERATING SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM	<u>\$ (34,394)</u>	<u>\$ 34,522</u>	128	62,851
Extraordinary item (Note 14)			(165,750)	—
OPERATING SURPLUS (DEFICIT)			(165,622)	62,851
Fund balance at beginning of year			(304,214)	(367,065)
FUND BALANCE AT END OF YEAR			<u><u>\$(469,836)</u></u>	<u><u>\$(304,214)</u></u>

THE WORKERS' COMPENSATION BOARD
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	1990	1989
OPERATING ACTIVITIES		
Operating surplus (deficit)	\$(165,622)	\$ 62,851
Claim costs charged to operations	<u>107,963</u>	<u>90,855</u>
	(57,659)	153,706
Items not requiring funds:		
Provision for future claim costs	254,200	228,800
Assumption of pre-1974 pension increase liability	206,900	—
Adjustments to liability for claims:		
Investment income allocated	160,156	144,628
Actuarial estimates	(43,969)	(59,777)
Depreciation and amortization of fixed assets	6,819	4,882
Amortization of information systems management	547	—
Amortization, gains and losses on investments, net	(28,909)	(37,535)
Write down of investments	5,743	3,262
Future recovery of pre-1974 pension increases	(30,940)	—
Other, net	<u>(7,280)</u>	<u>2,760</u>
	465,608	440,726
Deduct:		
Claim payments:		
Compensation	145,222	126,086
Vocational rehabilitation	29,700	22,000
Medical aid	70,043	53,793
Pension	118,188	120,185
Pension award recoveries	<u>(1,333)</u>	<u>(616)</u>
	361,820	321,448
Cash provided from operating activities	<u>103,788</u>	<u>119,278</u>
INVESTING ACTIVITIES		
Sale (purchase) of investments, net	(66,951)	(127,438)
Sale (purchase) of fixed assets, net	(16,836)	(10,540)
Sale (purchase) of information systems management	<u>(5,472)</u>	<u>—</u>
Cash obtained from (applied to) investing activities	(89,259)	(137,978)
INCREASE (DECREASE) IN CASH	14,529	(18,700)
Cash at beginning of year	35,978	54,678
CASH AT END OF YEAR	<u>\$ 50,507</u>	<u>\$ 35,978</u>

THE WORKERS' COMPENSATION BOARD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990

Note 1 Authority

The Workers' Compensation Board operates under the authority of the Workers' Compensation Act, Statutes of Alberta 1981, Chapter W-16, as amended.

Note 2 Significant Accounting Policies**(a) General**

These financial statements have been prepared in accordance with generally accepted accounting principles except that amortized unrealized net gains on equities are recorded as a deferred charge rather than an adjustment to the carrying value of equities in investments.

(b) Depreciation and Amortization of Fixed Assets

Depreciation is recorded as follows:

Buildings	2½% straight-line
Equipment - Data processing	35% diminishing balance
- Other	15% diminishing balance
Automobiles	20% straight-line

Leasehold improvements and data processing software costs are amortized on a straight-line basis over their expected useful lives.

(c) Cash

Included in cash are deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

(d) Investments

Investments are recorded at amortized cost with the exception of real estate and equities which are at cost.

Included in investments are:

(i) term deposits which consist of certificates of deposit, guaranteed investment certificates, treasury bills and promissory notes.

(ii) equities which consist of common and preferred shares, warrants and pooled equity units.

A gain or loss on the sale of a fixed term investment is deferred and amortized to investment income to the maturity date of the disposed investment.

A gain or loss on the sale of an equity is deferred and amortized to investment income at 15% per annum, applied to the unamortized balance. Unrealized gains and losses on equities are also amortized to investment income at 15% per annum, applied to the unamortized balance.

Investment income is recorded as an operating revenue for prior years on the basis this income is to provide for the cost of prior years' claims and is allocated to the liability for claims based on average balances and expected yield.

(e) Translation of Foreign Currency

Assets held and liabilities payable in foreign currency are translated into Canadian dollars at the exchange rate prevailing at the balance sheet date except investments which are translated at historical exchange rates.

(f) Actuarial Liabilities

Actuarial liabilities are the estimated present value amounts required to meet the future cost of claims in respect of current and prior years' accidents. The liability estimates are reviewed annually by an independent consulting actuary.

Note 3 Assessments and Other Receivables

Assessments and other receivables are as follows:

	1990	1989
	(thousands of dollars)	
Assessments receivable	\$40,170	\$32,318
Less: Allowance for doubtful assessments receivable	1,500	1,600
	<u>38,670</u>	<u>30,718</u>
Accounts receivable and prepaid expenses	4,740	3,204
Advances to pensioners	1,277	1,507
	<u>\$44,687</u>	<u>\$35,429</u>

Note 4 Deferred Charges and Other Assets

Deferred charges and other assets are as follows:

	1990	1989
	(thousands of dollars)	
Deferred charges		
Amortized unrealized net gain on equities	\$40,054	\$39,849
Unamortized net loss on sale of fixed term investments	617	—
	<u>40,671</u>	<u>39,849</u>
Other assets		
Unamortized set up costs for information systems management	4,925	—
Future recovery of pre-1974 increases	30,940	—
	<u>35,865</u>	<u>—</u>
	<u>\$76,536</u>	<u>\$39,849</u>

To partially offset the cost of pre-1974 pension increases, amounts are to be recovered from the General Revenue Fund of the Province of Alberta during the fiscal years of the Government as follows:

Year Ended	Amount
	(thousands of dollars)
March 31, 1991	\$ 13,800
March 31, 1992	10,900
March 31, 1993	8,200
March 31, 1994	5,500
March 31, 1995	2,750
	<u>41,150</u>
Less: Recovery during 1990	(10,210)
	<u>\$ 30,940</u>

Note 5 Fixed Assets

Fixed assets are as follows:

	1990		1989
	Cost	Accumulated Depreciation and Amortization	Net Book Value
			Net Book Value
		(thousands of dollars)	
Land	\$ 604	\$ —	\$ 604
Buildings	12,993	4,717	7,393
Equipment	23,377	11,836	5,664
Leasehold improvements	1,883	1,006	311
Software	8,800	3,454	2,655
	<u>\$47,657</u>	<u>\$21,013</u>	<u>\$16,627</u>

Note 6 Deferred Revenue

Deferred revenue is as follows:

	1990	1989
	(thousands of dollars)	
Unamortized net gain on sale of equities	\$44,150	\$27,351
Unamortized net gain on sale of fixed term investments	—	5,596
	<u>\$44,150</u>	<u>\$32,947</u>

Note 7 Liability for Claims

Liability for claims is as follows:

	1990				1989 Total
	Pensions	Unfinalled Claims	Enhanced Disabilities	Total	
	(thousands of dollars)				
Increases in Liability					
Current year claims					
Capitalized pension awards	\$ 14,314	\$ —	\$ —	\$ 14,314	\$ 11,572
Provision for future claim costs	—	168,400	85,800	254,200	228,800
Prior years' claims					
Capitalized pension awards	102,304	—	—	102,304	102,357
Investment income allocated	76,642	54,058	29,456	160,156	144,628
Adjustment to actuarial estimates	(47,742)	(14,734)	18,507	(43,969)	(59,777)
	<u>145,518</u>	<u>207,724</u>	<u>133,763</u>	<u>487,005</u>	<u>427,580</u>
Decreases in Liability					
Pension payments	118,188	—	—	118,188	120,185
Reduction of pension advances	230	—	—	230	58
Claim costs	—	164,624	87,663	252,287	224,337
	<u>118,418</u>	<u>164,624</u>	<u>87,663</u>	<u>370,705</u>	<u>344,580</u>
Net increase (decrease)	27,100	43,100	46,100	116,300	83,000
Assumption of pre-1974 pension increase liability (Note 14)	192,900	9,800	4,200	206,900	—
Liability at beginning of year	797,900	706,000	387,400	1,891,300	1,808,300
Liability at end of year	<u>\$1,017,900</u>	<u>\$758,900</u>	<u>\$437,700</u>	<u>\$2,214,500</u>	<u>\$1,891,300</u>

Based on the recommendations resulting from a recently completed review of economic assumptions by an independent consulting actuary, the decision was made to increase the real rate of return to 3.33% from 2.84% used previously. As a result, the recorded liability for claims as at December 31, 1990 and the operating deficit for the year then ended are \$105,200,000 lower than the amounts which would have been recorded using the previous real rate of return.

There were no other significant changes in assumptions.

Note 8 Obligations Under Leases

While there are no leases classified as capital, a number of operating leases exist for computer equipment and office space. The following is a schedule of future lease payments for the upcoming five year period:

1991	\$6,513,000
1992	\$5,067,000
1993	\$2,372,000
1994	\$2,380,000
1995	\$2,445,000

Note 9 Investment Income

Investment income is as follows:

	1990	1989
	(thousands of dollars)	
Interest and dividends	\$143,822	\$136,747
Amortization of net gain (loss) on sale of fixed term investments	(115)	1,997
Amortization of net gain on sale of equities	7,791	4,827
Amortization of unrealized net gain on equities	205	12,628
Write down of investments	(5,743)	(3,262)
	<u>\$145,960</u>	<u>\$152,937</u>

Note 10 Province of Alberta

Reimbursement was received from the General Revenue Fund of the Province of Alberta to cover payment of legislative increases for pre-1974 pensions paid to March 31, 1990. Effective April 1, 1990, The Workers' Compensation Board assumed the liability for these costs as described in Note 14.

Note 11 Claim Costs

Claim costs are as follows:

		Industry			
	Self- Insurers	1990	Prior Years	1990 Total	1989 Total
		(thousands of dollars)			
Pension awards	\$4,408	\$ 14,314	\$ 97,896	\$116,618	\$113,929
Less: Pension award recoveries	—	—	1,333	1,333	616
	4,408	14,314	96,563	115,285	113,313
Compensation	1,371	60,048	83,803	145,222	126,086
Vocational rehabilitation	545	1,395	27,760	29,700	22,000
Medical aid	1,908	26,620	41,515	70,043	53,793
	<u>\$8,232</u>	<u>\$102,377</u>	<u>\$249,641</u>	<u>\$360,250</u>	<u>\$315,192</u>

Medical aid includes reimbursements to the Alberta Health Care Insurance Fund for payment of basic health services provided to injured workers in the amount of \$15,288,000 (1989 \$13,501,000). Also included are charges in the amount of \$10,323,000 (1989 \$6,343,000) for medical services and treatment of injured workers at the Rehabilitation Centre.

Note 12 Occupational Health and Safety

The Workers' Compensation Board reimburses the Provincial Treasurer a portion of the costs of administering the Occupational Health and Safety Act.

Note 13 Safety Association and Research Grants

Grants are provided to employer groups and researchers to assist and study means of improving the workplace and minimizing the effects of work related injuries.

Note 14 Extraordinary Item

As a result of a change to legislation on July 5, 1990, The Workers' Compensation Board assumed liability for pre-1974 pension increases. The actuarial liability in respect of the increases, included in the liability for claims, is \$206,900,000. To partially offset the costs of this liability, \$41,150,000 shall be recovered from the General Revenue Fund of the Province of Alberta over a five year period ending on March 31, 1995. The difference between the amount of the liability assumed and the costs to be recovered results in the extraordinary item of \$165,750,000 in the Statement of Operations and Fund Balance.

Note 15 Comparative Figures

The 1989 figures are reclassified where necessary to conform to 1990 presentation.

Schedule 1

THE WORKERS' COMPENSATION BOARD
SCHEDULE OF INVESTMENTS
AS AT DECEMBER 31, 1990
(thousands of dollars)

	1990		1989	
	Book Value	Market Value	Book Value	Market Value
Bonds				
Government of Canada and Provincial guaranteed	\$ 643,812	\$ 644,043	\$ 644,446	\$ 663,364
Corporate	82,985	81,201	88,627	89,963
Coupons and residuals	29,644	26,436	29,464	28,062
	<u>756,441</u>	<u>751,680</u>	<u>762,537</u>	<u>781,389</u>
Mortgages				
N.H.A. guaranteed	75,954	77,140	51,585	52,835
Commercial	53,577	55,220	53,357	56,313
	<u>129,531</u>	<u>132,360</u>	<u>104,942</u>	<u>109,148</u>
Real estate	<u>64,128</u>	<u>76,190</u>	<u>44,158</u>	<u>53,649</u>
Equities	<u>425,094</u>	<u>466,309</u>	<u>314,823</u>	<u>426,238</u>
Term deposits	<u>204,809</u>	<u>201,994</u>	<u>253,039</u>	<u>251,096</u>
	<u>\$1,580,003</u>	<u>\$1,628,533</u>	<u>\$1,479,504</u>	<u>\$1,621,520</u>

Schedule 2

THE WORKERS' COMPENSATION BOARD
SCHEDULE OF ADMINISTRATIVE AND GENERAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	1990	1989
ADMINISTRATIVE		
Salaries and benefits	\$50,185	\$38,281
Professional fees	9,688	3,477
Data processing and office equipment rentals and maintenance	7,559	4,576
Depreciation and amortization	6,552	4,643
Maintenance, rental and operation of buildings	3,595	2,223
Printing and office supplies	2,178	2,553
Travel	1,145	952
Memberships, publications, courses and seminars	1,034	839
Postage and freight	815	687
Media productions and advertising	798	231
Telephone	776	733
Staff recruitment and relocation	549	1,063
Amortization of information systems management	547	—
Taxes	357	336
Insurance and security services	288	166
Bank service fees	169	122
Miscellaneous	178	158
	<u>86,413</u>	<u>61,040</u>
Deduct:		
Legal services revenue	891	378
Rental revenue	40	73
Miscellaneous revenue	176	236
	<u>1,107</u>	<u>687</u>
	<u>85,306</u>	<u>60,353</u>
GENERAL		
Provision for doubtful assessments	1,189	870
Administrative claim costs	547	451
Alberta Health Care administration cost	225	225
Information systems management transition costs	101	—
	<u>2,062</u>	<u>1,546</u>
TOTAL ADMINISTRATIVE AND GENERAL EXPENSES	<u>\$87,368</u>	<u>\$61,899</u>

Schedule 3

THE WORKERS' COMPENSATION BOARD
SCHEDULE OF MEDICAL SERVICES AND
REHABILITATION CENTRE OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Salaries and benefits	\$ 9,141	\$7,849
Maintenance and operation of building and equipment	419	551
Medical consulting fees	302	260
Depreciation	267	239
Medical and therapy supplies	218	485
Memberships, publications, courses and seminars	123	108
Staff recruitment and relocation	118	66
Printing and office supplies	117	116
Telephone	69	92
Travel	58	65
Cafeteria	57	27
Transportation of patients	56	55
Laundry service and uniforms	45	34
Miscellaneous	19	45
	<u>11,009</u>	<u>9,992</u>
Deduct:		
Charged to medical aid claim costs	<u>10,323</u>	<u>6,343</u>
Loss from operations	<u>\$ 686</u>	<u>\$3,649</u>

ALBERTA LIQUOR CONTROL BOARD
FINANCIAL STATEMENTS
JANUARY 1, 1991

Auditor's Report
Balance Sheet
Statement of Income
Statement of Unremitted Income
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Liquor Control Board

I have audited the balance sheet of the Alberta Liquor Control Board as at January 1, 1991 and the statements of income, unremitted income and changes in financial position for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at January 1, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 5, 1991

ALBERTA LIQUOR CONTROL BOARD
BALANCE SHEET
AS AT JANUARY 1, 1991
(thousands of dollars)

	January 1, 1991	January 2, 1990
ASSETS		
Current:		
Cash and short-term deposits	\$ 31,071	\$ 15,819
Accounts receivable	5,249	1,090
Inventories (Note 3)	55,871	66,823
Prepaid expenses	2,534	2,162
	<u>94,725</u>	<u>85,894</u>
Fixed assets (Note 4)	119,598	120,900
Deferred charges	208	202
	<u>\$214,531</u>	<u>\$206,996</u>
LIABILITIES AND APPROPRIATION		
Current:		
Accounts payable	\$ 31,868	\$ 28,111
Unremitted income payable to Provincial Treasurer	44,663	40,885
	<u>76,531</u>	<u>68,996</u>
Appropriation for capital (Note 5)	138,000	138,000
	<u>\$214,531</u>	<u>\$206,996</u>

Approved by Management:

B. King
Chairman and Chief Executive
Officer

D.M. Dart, CA
Executive Director, Finance
and Administration

The accompanying notes are part
of these financial statements.

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF INCOME
FOR THE YEAR ENDED JANUARY 1, 1991
(thousands of dollars)

	Fiscal 1990	Fiscal 1989
Sales:		
Beer	\$ 480,104	\$ 448,452
Spirits	425,597	420,468
Wine	135,059	133,658
	<u>1,040,760</u>	<u>1,002,578</u>
Cost of goods sold:		
Beer	299,885	284,687
Spirits	180,548	181,638
Wine	71,201	69,702
	<u>551,634</u>	<u>536,027</u>
Gross profit on sales	489,126	466,551
Operating expenses (Note 6)	85,437	82,746
Net profit on sales	403,689	383,805
Other income, net (Note 7)	2,655	1,856
Environmental expense, net (Note 8)	(2,566)	(2,603)
Net income for the year	<u>\$ 403,778</u>	<u>\$ 383,058</u>

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF UNREMITTED INCOME
FOR THE YEAR ENDED JANUARY 1, 1991
(thousands of dollars)

	Fiscal 1990	Fiscal 1989
Unremitted income at beginning of year	\$ 40,885	\$ 36,827
Net income for the year	403,778	383,058
	<u>444,663</u>	<u>419,885</u>
Remittances to Provincial Treasurer	400,000	379,000
Unremitted income at end of year	<u>\$ 44,663</u>	<u>\$ 40,885</u>

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JANUARY 1, 1991
(thousands of dollars)

	Fiscal 1990	Fiscal 1989
Cash from operations:		
Net income	\$ 403,778	\$ 383,058
Depreciation and amortization	5,036	5,710
Gain on disposal of fixed assets, net	89	(240)
Net change in non-cash working capital balances	10,178	(22,318)
	<u>419,081</u>	<u>366,210</u>
Remittances to Provincial Treasurer	(400,000)	(379,000)
	<u>19,081</u>	<u>(12,790)</u>
Cash used for investment:		
Increase in deferred charges	(6)	(7)
Purchase of fixed assets	(3,853)	(5,905)
Proceeds on disposal of fixed assets	30	321
	<u>(3,829)</u>	<u>(5,591)</u>
Increase (decrease) in cash during the year	15,252	(18,381)
Cash at beginning of year	15,819	34,200
Cash at end of year	<u>\$ 31,071</u>	<u>\$ 15,819</u>

Cash is defined as cash and short-term deposits.

ALBERTA LIQUOR CONTROL BOARD
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 1, 1991

Note 1 Authority

The Alberta Liquor Control Board operates under the authority of the Liquor Control Act, Chapter L-17, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices**Fiscal Year**

The Liquor Control Act specifies the first Tuesday in each calendar year as the fiscal year end of the Board. Accordingly, the fiscal year 1990 was comprised of 52 weeks ending January 1, 1991 and fiscal year 1989 was comprised of 52 weeks ending January 2, 1990.

Inventories

Inventories are valued at cost which is not in excess of net realizable value. Cost is determined as follows:

Stores and warehouses	-Invoiced cost, freight, duties and taxes
In bond	-Invoiced cost and freight
In transit	-Invoiced cost
Stock futures	-Invoiced cost

Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and amortization.

Depreciation and amortization are calculated on the straight-line method at annual rates which will reduce the original cost to estimated residual value over the useful life of the asset, as follows:

Buildings:	
Of a permanent nature	2.5%
Of a mobile nature	5%
Furniture and equipment:	
Cost \$50,000 and greater	10% to 33.3%
Cost less than \$50,000	100%
Leasehold improvements:	2.5% or remainder of lease whichever is less
Vehicles:	
Gas	20%
Diesel	12.5%

Deferred Charges

Deferred charges represent lease and maintenance prepayments which are long-term and are amortized over the life of the agreements.

Note 3 Inventories

<u>Location</u>	<u>January 1, 1991</u>			<u>January 2,</u>
	(thousands of dollars)			<u>1990</u>
	<u>Spirits and</u>		<u>Total</u>	<u>Total</u>
	<u>Wine</u>	<u>Beer</u>		
Stores	\$16,185	\$5,322	\$21,507	\$34,102
Warehouses:				
Duty paid	17,128	27	17,155	4,532
In bond	12,327	977	13,304	23,301
In transit	2,869	150	3,019	4,431
Stock futures	886	—	886	457
	<u>\$49,395</u>	<u>\$6,476</u>	<u>\$55,871</u>	<u>\$66,823</u>

Duties and taxes amounting to approximately \$6,740,000 (January 2, 1990 \$15,454,000) will become payable when inventories held in bond are released for sale.

Note 4 Fixed Assets

	January 1, 1991		January 2, 1990
	(thousands of dollars)		
	Cost	Accumulated Depreciation and Amortization	Net Book Value
Land	\$ 23,359	\$ —	\$ 23,359
Buildings	111,911	23,250	88,661
Furniture and equipment	26,812	24,473	2,339
Leasehold improvements	7,934	3,114	4,820
Vehicles	159	123	36
Computer software	808	425	383
	<u>\$170,983</u>	<u>\$51,385</u>	<u>\$119,598</u>
			<u>\$120,900</u>

Depreciation and amortization for the year amounted to \$5,036,000 (fiscal 1989 \$5,710,000).

Note 5 Appropriation for Capital

The Liquor Control Act provides that the Board shall maintain a capital account to provide funds for acquiring land and buildings and maintaining the inventories and other assets necessary to the operations of the Board.

Note 6 Operating Expenses

	Fiscal 1990	Fiscal 1989
	(thousands of dollars)	
Salaries and benefits:		
Union and excluded salaries	\$21,013	\$20,547
Management salaries	16,110	14,622
Casual and part-time wages	12,294	12,763
Payroll benefits	6,101	5,329
Other benefits	235	311
	<u>55,753</u>	<u>53,572</u>
Property	13,263	12,314
Depreciation and amortization	4,990	5,666
Data processing	2,475	2,422
Stationery and supplies	2,395	2,825
Freight	1,398	1,274
Travel and training	851	784
Telephone and communication	701	757
Bank charges	620	433
Contract fees	554	406
Equipment and vehicles	368	406
Other	2,069	1,887
	<u>\$85,437</u>	<u>\$82,746</u>

Note 7 Other Income, Net

	Fiscal 1990	Fiscal 1989
	(thousands of dollars)	
Licenses and permits:		
Revenue	\$ 1,843	\$ 1,836
Expenditure	3,462	3,189
	<u>(1,619)</u>	<u>(1,353)</u>
Liquor levies and commissions	2,166	1,187
Gain (loss) on disposal of fixed assets, net	(89)	240
Miscellaneous	2,197	1,782
	<u>\$ 2,655</u>	<u>\$ 1,856</u>

Note 8 Environmental Expense, Net

This expense represents the net cost of administering and refunding deposits on spirits, wine and imported beer containers pursuant to the Beverage Container Act, Chapter B-4, Revised Statutes of Alberta 1980, as amended.

Note 9 Commitments

Capital

The Board has commitments in respect of land purchase agreements and uncompleted building contracts of approximately \$662,000 (January 2, 1990 \$1,087,000).

Leases

A number of the Board's stores operate under lease arrangements with terms ranging from one to fifty years. Numerous store leases presently being renegotiated have been included using the expected terms of the contract settlements. The Board also leases data processing equipment with terms ranging from one to four years. The approximate aggregate rental under these arrangements is summarized as follows:

(thousands of dollars)

Fiscal 1991	\$ 4,742
1992	3,849
1993	3,458
1994	3,096
1995	2,592
Balance to expiry	<u>14,303</u>
	<u>\$32,040</u>

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Loss and Deficit
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements
Consolidated Schedule of Income From Discontinued Operations
Consolidated Schedule of Cash Provided by Discontinued Operations

AUDITOR'S REPORT

To the Members of
The Alberta Government Telephones Commission

I have audited the consolidated balance sheet of The Alberta Government Telephones Commission as at December 31, 1990 and the consolidated statements of loss and deficit and changes in financial position for the year then ended. These financial statements are the responsibility of the Commission's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Commission as at December 31, 1990 and results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 15, 1991, except as to
Note 11 which is dated as of
November 21, 1991

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
 CONSOLIDATED BALANCE SHEET
 AS AT DECEMBER 31, 1990
 (thousands of dollars)

	1990	1989
ASSETS		
Current:		
Cash and short-term deposits	\$ 416	\$ 5,358
Accounts receivable (Note 5)	84,500	227,524
Inventories for resale	—	22,669
Prepaid expenses	—	22,745
	<u>84,916</u>	<u>278,296</u>
Investments (Note 6)	62,933	116,969
Notes receivable (Note 7)	880,192	23,648
Telecommunications property	—	2,385,828
Deferred charges	—	11,857
	<u>\$1,028,041</u>	<u>\$2,816,598</u>
LIABILITIES AND RETAINED EARNINGS		
Current:		
Notes payable	\$ —	\$ 278,959
Accounts payable and accrued liabilities	37,903	294,792
Due to TELUS (Note 4)	159,400	—
Current portion of long-term debt (Note 8)	46,059	2,687
	<u>243,362</u>	<u>576,438</u>
Deferred Credits:		
Deferred revenue	—	127,955
Unrealized exchange gain, net	—	2,875
	<u>—</u>	<u>130,830</u>
Long-term:		
Long-term debt (Note 8)	1,214,200	2,511,793
Less: Sinking fund assets (Note 9)	<u>334,008</u>	<u>631,593</u>
	880,192	1,880,200
Retained earnings (deficit)	<u>(95,513)</u>	<u>229,130</u>
	<u>\$1,028,041</u>	<u>\$2,816,598</u>

The accompanying notes are part of these consolidated financial statements.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
 CONSOLIDATED STATEMENT OF LOSS AND DEFICIT
 FOR THE YEAR ENDED DECEMBER 31, 1990
 (thousands of dollars)

	1990	1989
Income:		
Interest on notes receivable	\$ 20,279	\$ —
Interest on notes receivable, sinking fund assets	8,983	—
Interest premium	942	—
Interest on deposits	12	—
	<u>30,216</u>	<u>—</u>
Expense:		
Interest on long-term debt	29,262	—
Income from continuing operations	954	—
Net loss of a subsidiary company prior to reorganization (Note 3)	(83,453)	(3,656)
Write-down of equity investment	—	(5,187)
Write off of goodwill on re-purchase of subsidiary company (Note 4)	(96,467)	—
Income from discontinued operations, Schedule 1	9,163	65,476
Net income (loss) for the year	<u>(169,803)</u>	<u>56,633</u>
Retained earnings at beginning of year	229,130	172,497
	<u>59,327</u>	<u>229,130</u>
Distribution of retained earnings on reorganization (Note 3)	(154,840)	—
Retained earnings (deficit) at end of year	<u>\$ (95,513)</u>	<u>\$229,130</u>

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
 CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
 FOR THE YEAR ENDED DECEMBER 31, 1990
 (thousands of dollars)

	<u>1990</u>	<u>1989</u>
Operating Activities:		
Income from continuing operations	\$ 954	\$ —
Change in non-cash working capital components relating to continuing operations	<u>(538)</u>	<u>—</u>
Cash provided by operating activities	<u>416</u>	<u>—</u>
Investment Activities:		
Disposition of net assets on reorganization, net of bank indebtedness of \$5,807 (Note 3)	2,861,592	—
Investment in short-term notes receivable on reorganization (Note 3)	(189,793)	—
Investment in notes receivable on reorganization (Note 3)	<u>(1,311,152)</u>	<u>—</u>
Cash provided by investment activities	<u>1,360,647</u>	<u>—</u>
Financing Activities:		
Retirement of long-term debt on reorganization (Note 3)	(1,200,000)	—
Distribution of retained earnings on reorganization (Note 3)	<u>(154,840)</u>	<u>—</u>
Cash (used by) financing activities	<u>(1,354,840)</u>	<u>—</u>
Cash (used by) provided by discontinued operations, Schedule 2	<u>(11,165)</u>	<u>2,084</u>
(Decrease) increase in cash during year	<u>(4,942)</u>	<u>2,084</u>
Cash, beginning of year	5,358	3,274
Cash, end of year	<u>\$ 416</u>	<u>\$5,358</u>

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1990

Note 1 Authority and Regulation

The Alberta Government Telephones Commission operates under the authority of the Telecommunications Act, Chapter T-3.5, Statutes of Alberta 1988, as amended and the Alberta Government Telephones Reorganization Act, Chapter A-23.5, Statutes of Alberta 1990.

Until August 14, 1989, the Commission was regulated by the Alberta Public Utilities Board, at which time the Supreme Court of Canada ruled that the Commission was a federal undertaking, and therefore was not within the jurisdiction of a provincial regulatory agency. The court also ruled, however, that the Commission, as a Crown agent, was immune from federal regulatory jurisdiction. As an interim measure, effective October 20, 1989, the Alberta Minister of Technology, Research and Telecommunications established a Ministerial Committee to advise and bring forward recommendations on issues affecting the provision of telecommunications services in Alberta. The Committee acted in this role until a reorganization on October 4, 1990 (Note 3).

Note 2 Summary of Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with generally accepted accounting principles and relate to the continuing operations of the Commission.

(a) Consolidation

For the period from January 1 to October 3, 1990, these consolidated financial statements include the accounts of wholly-owned subsidiaries, Alta Telecom International Ltd., Alta Telecom, Inc., Alta Telecom Licensing Corporation, Alta-Can Telecom Inc., and 288922 Alberta Ltd. For the period October 4, 1990 to December 31, 1990, the accounts of wholly-owned subsidiaries 473654 Alberta Ltd. and 475342 Alberta Ltd. are included. All significant transactions between these companies in these periods have been eliminated.

The Commission's investment in its wholly-owned subsidiary company, NovAtel Communications Ltd. has not been consolidated, but is accounted for at the lower of its estimated net realizable value and the value resulting from the use of the equity method. The Commission has been authorized to dispose of NovAtel, subject to the approval of the Minister of Technology, Research and Telecommunications.

(b) Foreign Currency Translation

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange at the balance sheet date. Non-monetary assets are translated at the rate of exchange at the date of the transaction. Income and expense transactions are translated at the average rate of exchange for the year. Net unrealized exchange gains and losses are amortized over the remaining lives of the related assets and liabilities.

(c) Depreciation

From January 1 to October 3, 1990 depreciation was provided on a straight-line basis using rates calculated to allocate the cost of groups of telecommunications property with equal service lives to operations over the estimated useful lives of the groups.

The composite depreciation rate for the period January 1 to October 3, 1990 was approximately 6.71% (year ended December 31, 1989 - 7.25%).

Note 3 Reorganization

On July 5, 1990, the Legislative Assembly of Alberta passed the Alberta Government Telephones Reorganization Act to facilitate the reorganization and privatization of The Alberta Government Telephones Commission. The Commission, as a provincial agency, held assets for and operated an extensive telecommunications system in the Province of Alberta on behalf of the Crown.

Pursuant to the Reorganization Act, on October 4, 1990, the Commission transferred, at its book value, substantially all of its existing assets and liabilities, except for those liabilities which related to debenture debt and notes payable, to TELUS Corporation.

The assets and liabilities transferred to TELUS on October 4, 1990 are summarized as follows:

	(thousands of dollars)
Telecommunications property:	
Buildings and equipment	\$ 3,704,440
Less: Accumulated depreciation	(1,449,510)
	<u>2,254,930</u>
Land	53,906
Plant under construction	175,719
Materials and supplies	81,590
	<u>2,566,145</u>
Accounts receivable	193,451
Inventories for resale	28,659
Prepaid expenses	28,378
Deferred charges	15,134
Investments	69,718
Net investment in leases and other	22,153
Bank indebtedness	(5,807)
Accounts payable and accrued liabilities	(182,564)
Service billed in advance	(21,680)
Rate stabilization reserve	(30,000)
Deferred revenue	(190,742)
Sinking fund assets	362,940
Net assets transferred to TELUS	<u>\$ 2,855,785</u>

The consideration for the net assets transferred to TELUS is summarized as follows:

	(thousands of dollars)
Short-term notes receivable from TELUS	\$ 189,793
Notes receivable (residual and sinking fund) from TELUS	1,311,152
Common shares issued by TELUS to the Province of Alberta representing:	
- retirement of the Commission's long-term debt held by the Province of Alberta	1,200,000
- distribution of the Commission's retained earnings to the Province of Alberta	154,840
	<u>\$2,855,785</u>

Subsequent to December 31, 1990 the loss for the year of the subsidiary company NovAtel was determined. As a result, the book value of investments transferred to TELUS on October 4, 1990 and the distribution of the Commission's retained earnings to the Province were reduced by \$76,047,000. These reductions are reflected in the assets and consideration shown above.

The net loss of NovAtel prior to reorganization is as follows:

	(thousands of dollars)
NovAtel loss for the year ended December 31, 1990	\$ 203,935
Capital contribution by the Province of Alberta (Note 4)	(131,482)
Portion of provincial indemnity attributed to period of ownership by TELUS (October 4 to December 31, 1990)	11,000
Net loss	<u>\$ 83,453</u>

Note 4 Acquisition of Subsidiary

Under the reorganization described above, the Province of Alberta granted TELUS an option to sell its investment in NovAtel Communications Ltd. back to the Province of Alberta or a designated "Crown Party".

Effective December 31, 1990, the Commission acquired 100% of the issued common shares of 473654 Alberta Ltd. and its wholly owned subsidiary 475342 Alberta Ltd. Effective the same date, TELUS exercised its sale option and 473654, as a "Crown Party", and 475342 as a "Crown Party" each acquired 50% of the issued common shares of NovAtel.

The purchase price of the investment in NovAtel was \$159,400,000. Additional contingent consideration, to a maximum of \$15,000,000 is payable to TELUS over the next two years if TELUS meets certain performance criteria as set out in an agreement between TELUS and the Province of Alberta.

The allocation of the purchase price to the assets and liabilities of NovAtel at December 31, 1990 is summarized as follows:

	(thousands of dollars)
Accounts receivable	\$ 76,166
Contribution receivable from Province of Alberta	131,482
Inventories	107,296
Other current assets	10,307
Deferred income taxes	271
Loans receivable	173,910
Fixed assets	85,730
Bank advances	(147,930)
Accounts payable and accrued liabilities	(82,991)
Other current liabilities	(12,825)
Long-term debt	(257,962)
Deferred revenue	(20,521)
Goodwill	96,467
	<u>\$ 159,400</u>

Goodwill, being the excess of the purchase price over the net assets acquired, has been written off.

The capital contribution from the Province of Alberta of \$131,482,000 is the amount calculated under the provincial indemnity related to forecast NovAtel earnings of \$16,900,000 for the period July 1, 1990 to December 31, 1990.

Note 5 Accounts Receivable

	1990	1989
	(thousands of dollars)	
Accrued interest	\$19,123	\$ —
Short-term note	14,622	—
Current portion of notes receivable (Note 7)	50,755	15,869
Trade accounts	—	211,655
	<u>\$84,500</u>	<u>\$227,524</u>

Note 6 Investments

	1990	1989
	(thousands of dollars)	
NovAtel Communications Ltd., at equity	\$62,933	\$106,685
Venture capital investments, at cost (held by Alta-Can Telecom Inc.)	—	6,198
Other investments, at cost	—	4,086
	<u>\$62,933</u>	<u>\$116,969</u>

Note 7 Notes Receivable

	1990	1989
	(thousands of dollars)	
Notes receivable	\$1,301,960	\$ —
Sinking fund notes	(371,013)	—
Total minimum lease and other payments receivable	—	45,804
Unearned finance income	—	(6,287)
	<u>930,947</u>	<u>39,517</u>
Less: Current portion	50,755	15,869
	<u>\$ 880,192</u>	<u>\$23,648</u>

The notes receivable were issued by AGT Limited, a subsidiary of TELUS on October 4, 1990, immediately following the reorganization described in Note 3, pursuant to a debt reorganization agreement between the Commission, the Province of Alberta and TELUS. The notes are comprised of residual and sinking fund notes issued in series that exactly match the Commission's long-term debt.

The notes bear interest at rates ranging from 6.3% to 12.0%, each series' rate being .3% greater than that of the corresponding Commission debenture debt series.

The notes matching those Commission debentures with sinking fund requirements are referred to as sinking fund assets.

Note 8 Long-Term Debt

	1990	1989
	(thousands of dollars)	
Debentures payable in United States funds, maturing 1991 to 1996, bearing interest at 6.00% to 8.00%	\$ 151,960	\$ 180,617
Debentures payable in Canadian funds, maturing 1991 to 2003, bearing interest at 6.00% to 11.70%	1,150,000	2,355,133
Mortgages payable in Canadian funds, repayable in monthly instalments, maturing 1995 and 1999, bearing interest at 11.50% and 8.25%	—	10,699
	<u>1,301,960</u>	<u>2,546,449</u>
Less: Current portion	87,760	34,656
	<u>\$1,214,200</u>	<u>\$2,511,793</u>

- (a) Debentures are unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.
- (b) In accordance with debenture deeds, certain issues require annual sinking fund contributions of 1.00% to 2.00% of the principal amounts outstanding. Contributions are required during periods varying from 15 to 25 years before maturity.
- (c) Certain debentures have early redemption provisions at the Commission's option during periods prior to maturity varying from 1 to 3 years for Canadian dollar issues and 1 to 7 years for United States dollar issues.
- (d) Anticipated requirements to meet long-term debt repayments and sinking fund provisions during the next five years are as follows:

	(thousands of dollars)		
	Debentures	Sinking Fund	Total
1991	\$ 87,760	\$6,039	\$ 93,799
1992	65,600	3,972	69,572
1993	34,800	3,276	38,076
1994	134,800	2,580	137,380
1995	—	2,580	2,580

- (e) On the consolidated balance sheet, the current portion of long-term debt has been reduced by the amount of sinking fund assets allocated to it.

Note 9 Sinking fund assets

Sinking fund assets relate to the Commission's debenture debt and consist of the following:

	1990	1989
	(thousands of dollars)	
Sinking fund notes receivable (Note 7)	\$371,013	\$ —
Accrued interest	4,696	5,659
Debentures	—	648,252
Short-term deposits	—	9,651
	<u>375,709</u>	<u>663,562</u>
Less: Amount allocated to current portion of long-term debt	41,701	31,969
	<u>\$334,008</u>	<u>\$631,593</u>

Note 10 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 11 Subsequent Events

The Province of Alberta is actively engaged in seeking a purchaser for NovAtel. The market value of NovAtel cannot be estimated at this time. NovAtel has incurred significant losses since December 31, 1990. In the event of a sale of NovAtel, the net gain or loss over book value will be reflected in the future financial statements of the Commission.

Note 12 Approval of Financial Statements

These financial statements were approved by the Commission.

Schedule 1

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
 CONSOLIDATED SCHEDULE OF INCOME
 FROM DISCONTINUED OPERATIONS
 FOR THE PERIOD ENDED OCTOBER 3, 1990
 (thousands of dollars)

	<u>1990</u>	<u>1989</u> (12 months)
Operating Revenues:		
Long distance service	\$598,141	\$ 773,360
Local service	265,492	332,880
Directory, rental and other service	55,286	80,891
Revenue refund	(12,951)	—
Uncollectible operating revenues	(11,043)	(15,857)
	<u>894,925</u>	<u>1,171,274</u>
Operating Expenses:		
Depreciation	175,549	226,290
Maintenance	162,484	205,812
Traffic	29,884	37,353
Commercial and marketing	80,134	106,781
General and administration	229,091	258,294
Property and business taxes	28,533	34,930
Pension fund	18,624	24,215
	<u>724,299</u>	<u>893,675</u>
Income from discontinued operations	170,626	277,599
Interest on long-term debt	203,897	270,416
Sinking fund income	(61,691)	(72,044)
Allowance for funds used during construction	(12,440)	(16,228)
	<u>129,766</u>	<u>182,144</u>
Other, net	31,697	18,161
	<u>161,463</u>	<u>200,305</u>
Building cable write off	—	11,818
Net income from discontinued operations	<u>\$ 9,163</u>	<u>\$ 65,476</u>

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
 CONSOLIDATED SCHEDULE OF CASH PROVIDED
 BY DISCONTINUED OPERATIONS
 FOR THE PERIOD ENDED OCTOBER 3, 1990
 (thousands of dollars)

	1990	1989 (12 months)
Discontinued Operating Activities:		
Net income from discontinued operations	\$ 9,163	\$ 65,476
Items not requiring an outlay of cash		
Depreciation	189,266	238,928
Building cable write off	—	11,818
Other	(13,788)	(21,304)
Sinking fund earnings	(63,957)	(72,044)
Net change in non-cash working capital components	(38,098)	(55,143)
Other non-current items	59,782	39,919
Cash provided by discontinued operating activities	<u>142,368</u>	<u>207,650</u>
Financing Activities:		
Proceeds from long-term debt issues	—	300,000
Decrease in sinking fund assets	347,141	—
Repayment of long-term debt	(17,708)	(124,655)
(Decrease) increase in notes payable	(89,166)	105,675
Cash provided by financing activities	<u>240,267</u>	<u>281,020</u>
Investing Activities:		
Capital expenditures	(398,849)	(443,753)
Items not requiring an outlay of cash	26,735	33,190
Decrease (increase) in materials and supplies	14,974	(20,396)
Decrease in net investment in leases and other	1,495	7,082
Increase in investments	(38,155)	(62,709)
Cash used by investing activities	<u>(393,800)</u>	<u>(486,586)</u>
Cash (used by) provided by discontinued operations	<u>\$ (11,165)</u>	<u>\$ 2,084</u>

NOVATEL COMMUNICATIONS LTD.
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Loss and Deficit
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Shareholders of NovAtel Communications Ltd.

I have audited the consolidated balance sheet of NovAtel Communications Ltd. as at December 31, 1990 and the consolidated statements of loss and deficit and changes in financial position for the year then ended. These financial statements are the responsibility of the company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the company as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 15, 1991

NOVATEL COMMUNICATIONS LTD.
CONSOLIDATED BALANCE SHEET
DECEMBER 31, 1990
(thousands of dollars)

	1990	1989
ASSETS		
CURRENT ASSETS		
Accounts receivable (Note 9)	\$ 76,166	\$ 38,589
Capital contribution receivable from the Province of Alberta (Note 3)	131,482	—
Income taxes receivable	5,836	6,025
Investment tax credits recoverable (Note 4)	1,540	2,245
Inventories (Notes 5 and 9)	107,296	81,585
Prepaid expenses and deposits	2,931	2,662
	<u>325,251</u>	<u>131,106</u>
DEFERRED INCOME TAXES	271	733
LOANS RECEIVABLE (Note 6)	173,910	11,068
FIXED ASSETS (Note 7)	85,730	45,647
GOODWILL, net of amortization (Note 8)	—	15,398
	<u>\$585,162</u>	<u>\$203,952</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Bank advances (Note 9)	\$147,930	\$ 39,768
Accounts payable and accrued liabilities	82,991	43,075
Provision for future warranty costs	12,671	2,613
Current portion of deferred revenue	154	67
Current portion of long-term debt (Note 11)	200,454	3,954
	<u>444,200</u>	<u>89,477</u>
LONG TERM DEBT (Note 11)	57,508	7,789
DEFERRED REVENUE (Note 10)	20,521	—
	<u>522,229</u>	<u>97,266</u>
SHAREHOLDERS' EQUITY		
Capital stock (Note 12)	209,567	180,867
Contributed surplus (Note 3)	131,482	—
Deficit	(278,116)	(74,181)
	<u>62,933</u>	<u>106,686</u>
	<u>\$585,162</u>	<u>\$203,952</u>

NOVATEL COMMUNICATIONS LTD.
CONSOLIDATED STATEMENT OF LOSS AND DEFICIT
FOR THE YEAR ENDED DECEMBER 31, 1990
(thousands of dollars)

	1990	1989
REVENUE		
Sales, commissions and rental income	\$285,000	\$281,951
COST OF SALES	<u>299,227</u>	<u>227,738</u>
	(14,227)	54,213
EXPENSES		
Selling and marketing	35,299	21,213
Research and development (Note 4)	40,909	19,409
General and administration	34,511	14,901
Other income and expenses (Note 13)	43,757	7,400
Loans receivable provision	34,209	—
Licence fee (Note 14)	—	137
	<u>188,685</u>	<u>63,060</u>
LOSS BEFORE INCOME TAXES	202,912	8,847
INCOME TAXES (RECOVERY)	1,023	(5,191)
NET LOSS FOR THE YEAR	<u>203,935</u>	<u>3,656</u>
DEFICIT, beginning of year	74,181	70,525
DEFICIT, end of year	<u>\$278,116</u>	<u>\$ 74,181</u>

NOVATEL COMMUNICATIONS LTD.
 CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
 FOR THE YEAR ENDED DECEMBER 31, 1990
 (thousands of dollars)

	1990	1989
OPERATING ACTIVITIES		
Net loss for the year	\$(203,935)	\$ (3,656)
Add charges to operations not requiring an outlay of cash		
Depreciation	12,745	7,555
Amortization of goodwill	15,398	1,777
Deferred income taxes	462	88
Loss on disposal of fixed assets	1,518	681
	(173,812)	6,445
Increase/(Decrease) in deferred revenue	20,608	(690)
Net change in non-cash working capital related to operations (Note 16)	(14,945)	164
Cash provided by (used in) operating activities	(168,149)	5,919
INVESTING ACTIVITIES		
Increase in loans receivable	(162,842)	(8,073)
Purchase of fixed assets	(54,941)	(22,937)
Proceeds from disposal of fixed assets	595	14
Net change in non-cash working capital related to investing activities (Note 16)	2,256	2,456
Cash used in investing activities	(214,932)	(28,540)
FINANCING ACTIVITIES		
Capital contribution from the Parent	131,482	—
Advances from the Parent and a former shareholder	—	(99,027)
Increase/(Decrease) in long-term debt	246,219	(10,804)
Increase in capital stock	28,700	118,435
Net change in non-cash working capital related to financing activities (Note 16)	(131,482)	—
Cash provided by financing activities	274,919	8,604
INCREASE IN BANK ADVANCES	(108,162)	(14,017)
BANK ADVANCES, beginning of year	(39,768)	(25,751)
BANK ADVANCES, end of year	\$(147,930)	\$ (39,768)

NOVATEL COMMUNICATIONS LTD.
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 DECEMBER 31, 1990

NovAtel Communications Ltd. (the Company) is incorporated under the laws of Canada and is ultimately owned by the Province of Alberta (the Parent) through two subsidiaries of The Alberta Government Telephones Commission.

The Company develops, manufactures, markets and services cellular mobile radio telephone systems and subscriber equipment.

Note 1 Financial Support

The Company has incurred significant losses which have been financed in part through bank borrowings guaranteed by the Parent. The Parent has committed financial support to the Company in the form of further loan guarantees and a capital contribution (Note 3). The Company's ability to continue as a going concern is dependent on the continuation of this support.

Note 2 Summary of Accounting Policies

The consolidated financial statements have been prepared in accordance with generally accepted accounting principles. The accounting policies of significance to the Company are as follows:

(a) Principles of Consolidation

The consolidated financial statements include the accounts of the Company and:

- its U.S. subsidiaries, NovAtel Inc., NovAtel Carcom Inc., NovAtel Communications Inc., NovAtel Finance Inc., Cellular Finance Inc. and Systems Finance Inc.; and
- its European subsidiaries, NovAtel Communications (U.K.) Limited and Simonsen Communications A/S

all of which are 100% owned.

(b) Financed Systems Sales

The recognition for accounting purposes of sales of cellular systems which are financed by the Company is deferred until ultimate collection is reasonably assured on a customer by customer basis.

(c) Interest on Loans Receivable

Interest income on amounts loaned to customers to finance the acquisition of cellular equipment and to meet working capital requirements is deferred until ultimate collection is reasonably assured on a customer by customer basis.

(d) Foreign Currency Translation

Foreign subsidiary operations are considered financially and operationally dependent on the Company and have been translated to Canadian dollars using current rates of exchange for monetary assets and liabilities, historical rates of exchange for non-monetary assets and liabilities and average rates for the year for revenue and expenses, except depreciation which is translated at the rate of exchange applicable to the related assets. Gains or losses resulting from these translation adjustments are included in other income and expenses.

(e) Investment Tax Credits

Investment tax credits relating to scientific research and development and capital expenditures are accounted for using the cost reduction method.

(f) Inventory Valuation

Raw materials and components, work-in-progress, finished goods and service inventories are valued at the lower of cost and net realizable value as estimated by management. Cost is determined on a first-in, first-out basis and includes materials, labour and manufacturing overhead.

(g) Fixed Assets and Depreciation

Fixed assets are recorded at cost; maintenance and repair costs of a routine nature are expensed as incurred and renewals and betterments which extend the economic useful life of an asset are capitalized. Rental assets are valued on a first-in, first-out basis.

Certain machinery, computer and other ancillary equipment is used for research and development activities; this equipment is depreciated over periods of 4 to 5 years using the sum of the years' digits method. The remaining assets are depreciated on a straight-line basis using the following rates:

Buildings	5%
Computer and ancillary equipment	25%
Machinery and equipment	20%
Furniture and fixtures	20%
Product tooling	Over product life
Leasehold improvements	Over term of leases
Rental assets	33 1/3%

(h) Research and Development Costs

Research and development costs are charged to earnings in the periods in which they are incurred.

(i) Provision for Future Warranty Costs

Warranty costs are provided for the estimated cost to repair products for the balance of the warranty periods, to the extent that they are not recoverable from third party manufacturers.

(j) Income Taxes

The Company follows the tax deferral method in providing for income taxes. Under this method deferred income taxes arise because certain income and expense items, principally depreciation, amortization, reserves and government grants, are reflected in the financial statements in different years from those in which the items are reported for income tax purposes. Deferred income taxes are provided on these timing differences as they arise, at current tax rates.

Note 3 Contributed Surplus

Under an agreement entered into on October 4, 1990, between the Company and the Parent, it was agreed that the Parent would contribute to the Company an amount computed by reference to the amount by which the Company's consolidated net income for the period from July 1, 1990 to December 31, 1990 was less than \$16,900,000. The Company incurred a loss of \$114,582,000 for this period which, under the terms of the Agreement, gives rise to a contribution from the Parent of \$131,482,000 which has been included in contributed surplus.

Note 4 Investment Tax Credits

There were no investment tax credits applied for in 1990 owing to a change in ownership disqualifying the Company from eligibility. The investment tax credits recoverable of \$1,540,000 relate to 1989 and were applied against research and development expenses. The Company has unutilized investment tax credits available to reduce future Canadian income taxes of \$13,961,000 (1989 - \$6,929,000). These credits expire between 1991 and 1996. The benefit of these credits has not been recognized in the accounts.

Note 5 Inventories

	1990	1989
	(thousands of dollars)	
Raw materials and components	\$ 41,677	\$31,648
Work-in-progress	14,934	11,505
Finished goods	30,719	27,022
Service inventories	19,966	11,410
	<u>\$107,296</u>	<u>\$81,585</u>

The inventory balances are net of provisions of \$41,094,000 (1989 - \$7,435,000).

Note 6 Loans Receivable

Loans receivable represent amounts loaned by the Company under Loan and Security Agreements with companies holding cellular system licences in the United States to finance the acquisition of cellular system equipment, to finance expansion of operations and to meet working capital requirements.

The loans bear interest at U.S. prime plus 2%, are repayable commencing in the third year of their seven year term, and are secured by first charges on the licence holders' equipment and all other assets including, to the extent permitted by law, the licence, and a pledge of their capital stock.

At December 31, 1990 the loans receivable (net of provisions of \$34,209,000) totalled \$173,910,000 (1989 - \$11,068,000). They are financed through bank borrowings of \$207,616,000, details of which are set out in Note 11.

Note 7 Fixed Assets

	1990			1989
	Cost	Accumulated Depreciation	Net	Net
	(thousands of dollars)			
Land and buildings	\$ 32,603	\$ 2,390	\$30,213	\$13,851
Computer and ancillary equipment	15,561	8,146	7,415	3,435
Machinery and equipment	55,677	18,268	37,409	21,462
Furniture and fixtures	6,955	3,369	3,586	2,780
Product tooling	8,234	5,346	2,888	2,121
Leasehold improvements	3,850	771	3,079	1,756
Rental assets	1,132	1,132	—	142
Patents	1,238	98	1,140	100
	<u>\$125,250</u>	<u>\$39,520</u>	<u>\$85,730</u>	<u>\$45,647</u>

Note 8 Goodwill

The Company has concluded that goodwill, being the excess cost of the purchase of the balance of shares of a subsidiary company over the fair value of the net assets acquired has declined in value. Accordingly, the Company has written off the unamortized balance of \$15,398,000.

Note 9 Bank Advances

Accounts Receivable of \$52,084,000 and inventories of \$43,527,000 are pledged as security for bank advances of \$110,546,000. In addition, subsequent to the year end, the Province of Alberta guaranteed bank advances in the amount of \$73,200,000 of which \$71,000,000 was outstanding at December 31, 1990. The Province of Alberta also has guaranteed an additional \$70,000,000 with respect to 1991 operating requirements.

Note 10 Deferred Revenue

Deferred revenue of \$20,521,000 relates to financing arrangements on which income recognition is deferred until collection is reasonably assured and is made up of the gross margin on financed sales and interest income on certain loans receivable.

Note 11 Long Term Debt

	1990	1989
	(thousands of dollars)	
Bank Borrowings to finance loans receivable		
Bridge facility due December 31, 1991 -US \$8,500,000	\$ 9,869	\$ —
Demand loan -US \$9,000,000	10,449	—
Loans due December 31, 1991-1995 -US \$144,205,000	167,422	—
Bridging loans	—	7,789
	<u>187,740</u>	<u>7,789</u>
Other Borrowings		
Mortgage loan maturing December 31, 1992	25,000	—
Former shareholder	43,300	—
Other loans repayable in Norwegian Kroner	1,922	3,954
	<u>257,962</u>	<u>11,743</u>
Less current portion	<u>200,454</u>	<u>3,954</u>
	<u>\$ 57,508</u>	<u>\$ 7,789</u>

All loans bear interest at floating rates, tied to either Canadian or U.S. Prime, LIBOR plus 1% or Bankers' Acceptance notes. Subsequent to the year end, borrowings in the amount of \$271,205,000 were guaranteed by the Province of Alberta of which \$223,185,000 was outstanding at December 31, 1990. The amount of repayments of bank borrowings required in each of the next five years is as follows:

	(thousands of dollars)
1991	\$200,454
1992	25,000
1993	—
1994	—
1995	32,508

Note 12 Capital Stock

a. Authorized:

	Number
Voting Common Shares	Unlimited
Non-voting Common Shares (convertible to Voting Common Shares in the event that the Voting Common Shares are listed for trading on a public stock exchange)	Unlimited
Preferred Shares	
Class A non-voting, cumulative, redeemable	Unlimited
Class B non-voting, non-cumulative, redeemable, issuable in 11 Classes, Class B-1 to Class B-11	Unlimited

Issued:		1990		1989	
	Number	\$	Number	\$	
Voting Common Shares,					
January 1	99,790,200	99,790,200	200		169
Issued on conversion of Shareholder advances	—	—	99,790,000	99,790,031	
December 31	99,790,200	99,790,200	99,790,200	99,790,200	
Preferred Shares					
Class A, unchanged	1,000	100,000	1,000	100,000	
Classes B-1 to B-11					
January 1	8,097,700	80,977,000	6,233,200	62,332,000	
Issued for cash	2,870,000	28,700,000	1,820,000	18,200,000	
Issued on settlement of licence fees payable	—	—	44,500	445,000	
December 31	10,967,700	109,677,000	8,097,700	80,977,000	
Total		\$209,567,200		\$180,867,200	

The Class A Preferred Shares must be redeemed by the Company on April 2, 1993 at a price of \$1 per share. The Dividend entitlement is cumulative and is calculated as the excess of 75% of the consolidated profit before income taxes of the Company for the year over the aggregate redemption price of the Class B Preferred Shares excluding those Class B Shares to be redeemed in respect of the year then ended. The Class B Preferred Shares are redeemable pro-rata by the Company at any time for a consideration of \$10 per share but the Company must redeem a number of shares on or before March 31, 1991, March 31, 1992 and March 31, 1993 equal to the number obtained when 75% of the consolidated profit before income taxes of the Company for the immediately preceding year is divided by 10.

b. Employee Stock Option Plan

The Company has reserved an unlimited number of Non-voting Common Shares for an employee stock option plan at a price to be determined by the Board of Directors. As at December 31, 1990, options to acquire 7,354,000 shares at \$1 per share, exercisable over a five year period starting no earlier than April 30, 1991, had been granted and were outstanding.

Under the terms of this plan, the Company (or if the Company is prohibited by law from so doing, the holders of the Company's Voting Common Shares) is required to repurchase shares issued under the plan at their fair market value at the December 31st immediately preceding the date of repurchase. The fair market value of the shares is to be established by an independent valuator.

Note 13 Other Income and Expenses

	1990	1989
	(thousands of dollars)	
Short-term interest expense	\$25,870	\$ 7,120
Long-term interest expense	—	2,321
Interest income	(4,533)	(1,669)
Other income and expenses	5,504	(1,177)
Foreign currency translation loss/(gain)	1,518	(849)
Amortization of goodwill	15,398	1,777
Gain on rental units	—	(123)
	<u>\$43,757</u>	<u>\$ 7,400</u>

Note 14 Licence Fee

Pursuant to a licence agreement the Company was granted the exclusive right and licence to use certain technology relating to the cellular mobile radio telephone systems and terminals until December 31, 1990. Effective January 18, 1989, the obligation to pay the 2% fee was cancelled and the amount outstanding on this date was settled by the issuance of Class B Preferred Shares. In December 1990 the Company exercised its option to acquire the technology for the sum of one dollar.

Note 15 Income Taxes

The Company has not recognized the income tax benefits related to approximately \$98,600,000 (1989 - approximately \$48,400,000) of depreciation and research and development expenditures deducted in the accounts in excess of amounts claimed for Canadian income tax purposes.

At December 31, 1990, the Company has losses for income tax purposes of approximately \$6,000,000 which may be carried forward to reduce future taxable income until 1997.

Note 16 Net Change in Non-cash Working Capital Items

	1990	1989
	(thousands of dollars)	
Accounts receivable	\$ (37,577)	\$ 23,392
Capital contribution receivable	(131,482)	—
Investment tax credits recoverable	705	(428)
Inventories	(25,711)	(32,446)
Prepaid expenses and deposits	(269)	(1,763)
Accounts payable and accrued liabilities	39,916	17,991
Provision for future warranty costs	10,058	(221)
Income taxes receivable	189	(3,905)
	<u>\$ (144,171)</u>	<u>\$ 2,620</u>
Net change in non-cash working capital related to the following:		
Operating activities	\$ (14,945)	\$ 164
Investing activities	2,256	2,456
Financing activities	(131,482)	—
	<u>\$ (144,171)</u>	<u>\$2,620</u>

Note 17 Commitments and Contingencies

- (a) Certain of the Company's premises are leased for various periods up to 1993 at an aggregate net rental of approximately \$618,000 (1989 - \$832,000). Annual rentals under the leasing arrangements are as follows:

	(thousands of dollars)
1991	\$410
1992	112
1993	96
	<u>\$618</u>

- (b) At December 31, 1990 the Company has purchase commitments outstanding for \$28,339,000 pertaining to the acquisition of subscriber equipment.
- (c) The Company has contracted to provide additional financing of \$19,100,000 U.S. over the next two years to systems customers. In addition it has issued financial commitment letters to certain applicants for cellular system licences in rural service areas of the United States which are outstanding in the amount of \$125,100,000 U.S. The amounts to be advanced will be secured by first charges on the licence holder's equipment and all other assets, including, to the extent permitted by law, the licence, and a pledge of their capital stock. The Company has not yet arranged financing for these commitments.

Note 18 Pension Fund

The Company initiated a Defined Benefit Pension Plan for its Canadian employees on July 1, 1989. The Company currently makes contributions to the plan based on 5.05% of pensionable earnings of its members (1989 - 6%). There is not an actuarial evaluation as of December 31, 1990. However, management believes that there is no material unfunded liability at this date based on the contribution rate and the average age of the membership of the Plan.

The total market value of fund assets at December 31, 1990, was \$768,400.

Note 19 Related Party Transactions

In addition to the related party transactions disclosed in Notes 11, 12 and 14, the accounts of the Company include the following transactions with shareholders and affiliates:

	1990	1989
	(thousands of dollars)	
Sales	\$15,379	\$17,312
Accounts receivable	1,728	4,742
Trade accounts payable	75	61

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
Statements of Income and Equity
Statements of Changes in Cash Resources
Notes to the Financial Statements
Schedule of Administration Expenses

AUDITOR'S REPORT

To the Directors of the
Credit Union Deposit Guarantee Corporation

I have audited the balance sheet of the Credit Union Deposit Guarantee Corporation as at December 31, 1990 and the statements of income and equity and changes in cash resources for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at December 31, 1990 and the results of its operations and the changes in its cash resources for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 21, 1991

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
BALANCE SHEET
DECEMBER 31, 1990

	1990	1989
ASSETS		
Cash	\$ 1,019,000	\$ 556,000
Investments (Note 3)	30,326,000	29,608,000
Accrued interest receivable	1,056,000	721,000
Accounts receivable	361,000	32,000
Amounts due from and investment in subsidiaries (Note 4)	—	240,000
Fixed assets (Note 5)	227,000	351,000
	<u>\$32,989,000</u>	<u>\$31,508,000</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ 552,000	\$ 401,000
Deferred revenue	125,000	125,000
Advances from the Province of Alberta	—	6,122,000
Amounts due to and investment in subsidiaries (Note 4)	3,287,000	—
	<u>3,964,000</u>	<u>6,648,000</u>
EQUITY		
Equity - Deposit Insurance Fund	27,398,000	23,404,000
- Master Bond Fund	1,627,000	1,456,000
	<u>29,025,000</u>	<u>24,860,000</u>
	<u>\$32,989,000</u>	<u>\$31,508,000</u>

The accompanying notes are part
of these financial statements.

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
STATEMENTS OF INCOME AND EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1990

	1990	1989
Deposit Insurance Fund		
Revenue:		
Interest	\$ 3,865,000	\$ 7,227,000
Assessments	7,458,000	6,794,000
Other	113,000	109,000
Recovery of special assistance (Note 6)	702,000	223,000
	<u>12,138,000</u>	<u>14,353,000</u>
Expense:		
Interest	652,000	3,954,000
Financial assistance to Credit Unions (net of recoveries)	140,000	345,000
Special contribution (Note 1)	3,415,000	—
Special assistance to Credit Unions (Note 6)	—	4,524,000
Administration (Schedule)	3,937,000	4,021,000
	<u>8,144,000</u>	<u>12,844,000</u>
Net income for the year	3,994,000	1,509,000
Equity at beginning of year	23,404,000	21,895,000
Equity at end of year	<u>\$27,398,000</u>	<u>\$23,404,000</u>
Master Bond Fund		
Revenue:		
Assessments	\$ 600,000	\$ 939,000
Interest	211,000	145,000
	<u>811,000</u>	<u>1,084,000</u>
Expense:		
Bond premium	456,000	433,000
Administration	150,000	150,000
Claims	34,000	(10,000)
	<u>640,000</u>	<u>573,000</u>
Net income for the year	171,000	511,000
Equity at beginning of year	1,456,000	945,000
Equity at end of year	<u>\$ 1,627,000</u>	<u>\$ 1,456,000</u>

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
STATEMENTS OF CHANGES IN CASH RESOURCES
FOR THE YEAR ENDED DECEMBER 31, 1990

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Net income for the year:		
Deposit Insurance Fund	\$ 3,994,000	\$ 1,509,000
Master Bond Fund	171,000	511,000
Items not involving cash:		
Depreciation	182,000	299,000
Loss on disposal of fixed assets	19,000	38,000
Changes in non-cash balances relating to operating transactions	<u>3,349,000</u>	<u>(5,247,000)</u>
	<u>7,715,000</u>	<u>(2,890,000)</u>
Financing transactions:		
Repayment of advances from the Province of Alberta	(6,122,000)	(9,139,000)
Proceeds on notes from Credit Unions	—	21,800,000
Repayment of advances from Credit Union Central Alberta Limited	<u>—</u>	<u>(21,800,000)</u>
	<u>(6,122,000)</u>	<u>(9,139,000)</u>
Investing transactions:		
Purchase of fixed assets	(77,000)	(16,000)
Sale of fixed assets	<u>—</u>	<u>11,000</u>
	<u>(77,000)</u>	<u>(5,000)</u>
Increase (decrease) in cash resources	<u>1,516,000</u>	<u>(12,034,000)</u>
Cash resources at beginning of year	<u>30,885,000</u>	<u>42,919,000</u>
Cash resources at end of year	<u>\$32,401,000</u>	<u>\$ 30,885,000</u>

(Cash resources is defined as cash, investments and accrued interest receivable.)

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990

Note 1 Nature of Operations

The Credit Union Deposit Guarantee Corporation (the Corporation) operates under the authority of the Credit Union Act, Chapter C-31.1, Statutes of Alberta, 1989. The Corporation guarantees the repayment of all deposits made with Credit Unions in Alberta. The Credit Union Act provides that the Province of Alberta (Province) ensures that the Corporation's guarantee of all deposits will be carried out. The Corporation provides assistance, support and direction in planning, policy and operational matters to supervised Credit Unions. The Corporation is qualified as a deposit insurance corporation under the Income Tax Act and has no taxable income for the current year.

S C Financial Ltd. was incorporated as a wholly-owned subsidiary of the Corporation for the purpose of defeasing \$335,000,000 of deficit financing assistance for Credit Unions under supervision. Although the Corporation has guaranteed the interest on the S C Financial Ltd. debentures payable issued in exchange for Stabilization Preferred Shares of the Credit Unions, the interest is funded by the Province pursuant to its indemnification. Accordingly, the obligation of the Corporation pursuant to its guarantee is not reflected in these financial statements.

S C Properties Ltd. was incorporated as a wholly-owned subsidiary of the Corporation for the purpose of acquiring, managing, developing, marketing and selling certain real estate properties of supervised Credit Unions. Pursuant to the Credit Union Restructuring Agreement between the Corporation, S C Properties Ltd., S C Financial Ltd. and the Province, the Province purchased all of the shares of S C Properties Ltd. during the year. In addition, under the provisions of the agreement, the Corporation committed to make a special contribution to S C Properties Ltd. or S C Financial Ltd., as directed by the Province, for the years 1990 through 2010. For the 1990 fiscal year, the special contribution was \$3,415,000 to S C Financial Ltd.

Note 2 Summary of Significant Accounting Policies

(a) Basis of Financial Statement Presentation

These financial statements reflect separate funds, a Deposit Insurance Fund and a Master Bond Fund.

The purpose of the Deposit Insurance Fund is to allow the Corporation to carry out its primary object which is to guarantee the repayment of all deposits with Credit Unions. Assessments received from Credit Unions, assistance payments made and expected on behalf of Credit Unions as well as all other revenues and expenses pertaining to this primary object are included in the Deposit Insurance Fund statement of income.

The purpose of the Master Bond Fund is to provide insurance coverage to Credit Unions under a policy administered by the Corporation. Insurance assessments received from Credit Unions, interest income, premiums paid to the bonding company, the insurance administrative fee and all actual and expected claims are recorded in the Master Bond Fund statement of income.

Notwithstanding the above, all of the assets of the Corporation are available to support the primary object of the Corporation.

(b) Non-consolidation of Subsidiary

The financial statements of the Corporation's wholly-owned subsidiary, S C Financial Ltd., have not been consolidated with these financial statements since increases or decreases in the equity of S C Financial Ltd. do not accrue to the Corporation.

(c) Investments

Investments are stated at cost. Carrying values of all investments are written down if there is a permanent impairment in value.

(d) Depreciation

Depreciation is provided at rates which are designed to amortize the cost of fixed assets over their estimated useful lives, as follows:

Furniture and equipment	5 year straight-line
Automotive	30% declining-balance
Computer equipment	30% declining-balance
Leasehold improvements	straight-line over lease term

(e) Insurance Claims

The Master Bond Fund's share of losses from any reported claims is estimated and accrued. In addition, an accrual is made of the estimated losses from unreported claims based on the last three years actual loss experience.

Note 3 Investments

	1990	1989
Short-term notes and term deposits		
Issued by Credit Unions	\$ 3,000,000	\$ 6,000,000
Issued by Credit Union Central Alberta Ltd.	2,574,000	500,000
Issued by other financial institutions	1,960,000	8,003,000
	<u>7,534,000</u>	<u>14,503,000</u>
Government of Canada treasury bills	22,494,000	13,564,000
Shares of Credit Union Central Alberta Ltd.	100,000	1,343,000
Shares of Co-operative Trust Company of Canada	198,000	198,000
	<u>\$30,326,000</u>	<u>\$29,608,000</u>

Note 4 Amounts due from (to) and Investment in Subsidiaries

	1990	1989
S C Financial Ltd.		
Special contribution	\$(3,415,000)	\$ —
Advances	127,000	211,000
Contribution towards S C Properties Ltd. note deficiency recoverable from S C Financial Ltd.	—	9,137,000
Amount due to nominee of the Province of Alberta	—	(9,137,000)
	<u>(3,288,000)</u>	<u>211,000</u>
Shares	1,000	1,000
	<u>(3,287,000)</u>	<u>212,000</u>
S C Properties Ltd.		
Advances	—	27,000
Shares	—	1,000
	<u>—</u>	<u>28,000</u>
	<u>\$(3,287,000)</u>	<u>\$ 240,000</u>

Note 5 Fixed Assets

	1990			1989
	Cost	Accumulated Depreciation	Net	Net
Furniture and equipment	\$ 587,000	\$525,000	\$ 62,000	\$160,000
Automotive	123,000	62,000	61,000	30,000
Computer equipment	219,000	140,000	79,000	109,000
Leasehold improvements	114,000	89,000	25,000	52,000
	<u>\$1,043,000</u>	<u>\$816,000</u>	<u>\$227,000</u>	<u>\$351,000</u>

Note 6 Special Assistance to Credit Unions

In 1988 and 1989, the Corporation provided for deficit funding assistance to supervised Credit Unions totalling \$12,524,000 which was paid in 1989. Except for \$283,000 of assistance which is not recoverable from a Credit Union in the process of being dissolved, this assistance is repayable by Credit Unions based on a percentage of annual net income. Repayments to date total \$925,000.

Note 7 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 8 Approval of Financial Statements

These financial statements have been approved by the Board of Directors.

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1990

	1990	1989
Deposit Insurance Fund		
Salaries and benefits	\$2,629,000	\$2,480,000
Board and committee fees	216,000	235,000
Board and committee expenses	28,000	49,000
Rental charges	273,000	270,000
Staff travel	229,000	214,000
Depreciation	182,000	299,000
Office	156,000	200,000
Professional fees	132,000	190,000
Special projects	116,000	61,000
Data Processing	24,000	29,000
Advertising and communications	8,000	44,000
Other	94,000	100,000
	<u>4,087,000</u>	<u>4,171,000</u>
Allocation to Master Bond Fund	(150,000)	(150,000)
	<u>\$3,937,000</u>	<u>\$4,021,000</u>

S C FINANCIAL LTD.
FINANCIAL STATEMENTS
DECEMBER 31, 1990

Auditor's Report
Balance Sheet
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AUDITOR'S REPORT

To the Shareholder of
S C Financial Ltd.

I have audited the balance sheet of S C Financial Ltd. as at December 31, 1990 and the statement of income for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 21, 1991

S C FINANCIAL LTD.
BALANCE SHEET
DECEMBER 31, 1990

	1990	1989
ASSETS		
Fund for Defeasance of Deficit Financing		
Cash	\$ 139,000	\$ 243,000
Accrued interest receivable	4,000	6,000
Investments (Note 3)	44,730,000	40,362,000
Stabilization Preferred Shares (Note 4)	—	—
	<u>44,873,000</u>	<u>40,611,000</u>
Other Fund		
Investments	—	9,137,000
Other asset	1,000	1,000
	<u>\$44,874,000</u>	<u>\$49,749,000</u>
LIABILITIES		
Fund for Defeasance of Deficit Financing		
Present value of future obligation (Note 5)	\$44,873,000	\$40,490,000
Due to related parties (Note 6)	—	121,000
	<u>44,873,000</u>	<u>40,611,000</u>
Other Fund		
Due to Credit Union Deposit Guarantee Corporation	—	9,137,000
Contingency (Note 7)		
SHAREHOLDER'S EQUITY		
Share capital		
Authorized - Unlimited number of Class A shares		
Issued - 10 Class A shares	1,000	1,000
	<u>\$44,874,000</u>	<u>\$49,749,000</u>
The accompanying notes are part of these financial statements		

S C FINANCIAL LTD.
STATEMENT OF INCOME
FOR THE YEAR ENDED DECEMBER 31, 1990

	1990	1989
Fund for Defeasance of Deficit Financing		
Revenue:		
Recovery on indemnity from the Province of Alberta	\$42,243,000	\$43,922,000
Special contribution from Credit Union		
Deposit Guarantee Corporation	3,415,000	—
Investment income	4,383,000	3,967,000
	<u>50,041,000</u>	<u>47,889,000</u>
Expense:		
Interest on debentures	45,658,000	43,922,000
Net income for the year	<u>\$ 4,383,000</u>	<u>\$ 3,967,000</u>

S C FINANCIAL LTD.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1990

Note 1 Nature of Operations

S C Financial Ltd. (the Company) was incorporated on May 29, 1986 under the Alberta Business Corporations Act, as a wholly-owned subsidiary of the Credit Union Deposit Guarantee Corporation (CUDGC), a Provincial Corporation. The Company is a deposit insurance corporation by virtue of it being a wholly-owned subsidiary of a deposit insurance corporation. Accordingly, it is treated as such for income tax purposes.

Pursuant to the Credit Union Deficit Financing Agreement, the Company acts on behalf of the three participants (i) CUDGC, (ii) Credit Union Central Alberta Limited and (iii) the Province of Alberta (Province), for the benefit of supervised Credit Unions. The agreement required CUDGC to provide funds to the Company to purchase investments which will accumulate to \$335,000,000 at October 31, 2010 in order to repay debentures outstanding at that date (Notes 4 and 5). Any portion of the \$335,000,000 remaining after repayment of debentures on October 31, 2010 will be paid to the Province. Pursuant to the Credit Union Restructuring Agreement between the Company, CUDGC, S C Properties Ltd., and the Province, the Company and CUDGC were released from their obligation to guarantee the principal on the S C Properties Ltd. notes. During the year, the Company transferred the investments totalling \$9,137,000 held for this purpose to a corporation owned by the Province.

Note 2 Summary of Significant Accounting Policies

(a) Basis of Financial Statement Presentation

The Company does not have any retained earnings because the net income does not accrue to the benefit of the Company, but rather to the benefit of the holders of the debentures.

(b) Investments

Bond coupons and residuals are stated at cost with any discount or premium amortized on the basis of the underlying yield to maturity. All other investments are stated at cost. Carrying values of all investments are written down when there is a permanent impairment in value.

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Investments

	<u>1990</u>	<u>1989</u>
Fund for Defeasance of Deficit Financing		
Government of Canada bond coupons and residuals (market value \$46,415,000, 1989 - \$46,495,000)	<u>\$44,730,000</u>	<u>\$40,362,000</u>

Note 4 Stabilization Preferred Shares

The Stabilization Preferred Shares Series B, originally issued at a total of \$347,524,000, have no value to the Company itself because any redemptions thereon flow through the Company and accrue to the benefit of the Province or CUDGC. Therefore, these shares do not appear as an asset with value on the balance sheet of the Company.

In 1986, Stabilization Preferred Shares Series B totalling \$335,000,000 were issued by Credit Unions to the Company in exchange for debentures in accordance with the terms of the Credit Union Deficit Financing Agreement. The Stabilization Preferred Shares are redeemable at the option of the Credit Unions for the issue price and were retractable at the option of the Company. During the year the retractability feature was cancelled. Notwithstanding the redemption option, the shares shall be redeemed in an amount equal to 65% (revised to 40% for 1989, 1990 and 1991) of the annual net income of the Credit Unions. The Stabilization Preferred Shares are non-voting and are not entitled to dividends, nor may cash dividends be paid on other shares issued by the Credit Unions as long as Stabilization Preferred Shares of the Credit Unions are outstanding. Any funds received in respect of redemption of these Stabilization Preferred Shares are used to repay the debentures. The Fund for Defeasance of Deficit Financing will be used at October 31, 2010 to pay the outstanding debentures at that time with the excess paid to the Province.

In 1989, CUDGC contributed \$12,524,000 to the Company to enable it to provide additional deficit financing assistance to supervised Credit Unions in the form of cash in exchange for Stabilization Preferred Shares Series B. Redemptions of these shares are on a pro-rata basis with the previously issued shares. Any funds received in respect of redemption of these shares are repaid to CUDGC.

Note 5 Present Value of Future Obligation

Under the terms of the Credit Union Deficit Financing Agreement, the Company has an obligation to repay the full \$335,000,000 principal amount of the debentures. The debentures mature on October 31, 2010, but can be repaid earlier from funds received on redemptions of Stabilization Preferred Shares. Interest on these debentures is payable at the lesser of 14% and prime, and is funded by the Province.

The Company is accumulating assets which will equal \$335,000,000 at October 31, 2010. At that time, these assets will be used to repay any outstanding debentures and the balance must be paid to the Province. The present value of the future obligation to the Credit Unions and the Province is \$44,873,000 (1989 \$40,490,000).

Based on redemptions of Stabilization Preferred Shares up to and including the Credit Unions' October 31, 1990 year end, the future obligation would be \$325,213,000 to the Credit Unions and \$9,787,000 to the Province. These amounts will change based on further redemptions of Stabilization Preferred Shares through to October 31, 2010.

Note 6 Due to Related Parties

Transactions with related parties are undertaken to meet funding commitments under the Credit Union Deficit Financing Agreement and Credit Union Restructuring Agreement. Balances have been disclosed on a net basis in these financial statements to reflect the flow-through nature of the transactions.

	1990	1989
Redemption of Stabilization Preferred Shares:		
Due from Credit Unions	\$ 2,272,000	\$ 1,980,000
Due to Credit Unions on repayment of debentures	(2,145,000)	(1,890,000)
Due to Credit Union Deposit Guarantee Corporation	(127,000)	(211,000)
	<u>—</u>	<u>(121,000)</u>
Interest on debentures:		
Due to Credit Unions	(7,375,000)	(7,493,000)
Due from Province to fund interest	3,960,000	7,493,000
Due from Credit Union Deposit Guarantee Corporation	3,415,000	—
	<u>—</u>	<u>—</u>
	<u>\$ —</u>	<u>\$ (121,000)</u>

Note 7 Contingency

The Company has received income tax reassessments for the 1986 and 1987 taxation years and it is expected that the Company will be similarly reassessed for 1988 through 1990. The estimated contingent liability for income tax is \$9,500,000. However, based on an understanding with the Department of Finance, management is of the opinion that the Company will obtain a remission of both current and prior years' taxes. Consequently, no tax liability has been reflected in these financial statements.

Note 8 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 9 Approval of Financial Statements

These financial statements have been approved by the Board of Directors.

S C PROPERTIES LTD.
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Balance Sheet
Statement of Operations and Deficit Recoverable
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Shareholder of
S C Properties Ltd.

I have audited the balance sheet of S C Properties Ltd. as at March 31, 1991 and the statements of operations and deficit recoverable and changes in financial position for the fifteen months then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at March 31, 1991 and the results of its operations and the changes in its financial position for the fifteen months then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 4, 1991

S C PROPERTIES LTD.
BALANCE SHEET
MARCH 31, 1991

	March 31, 1991	December 31, 1989
ASSETS		
Cash and interest bearing deposits	\$ 686,000	\$ 9,073,000
Accounts receivable	1,927,000	4,395,000
Mortgages and agreements for sale	15,432,000	9,599,000
Real estate properties (Note 4)	47,070,000	114,129,000
Investments (Note 8)	11,929,000	—
	<u>\$ 77,044,000</u>	<u>\$ 137,196,000</u>
LIABILITIES		
Accounts payable	\$ 926,000	\$ 1,250,000
Deposits and deferred rent	341,000	983,000
Mortgages payable (Note 5)	1,097,000	16,640,000
Notes payable to Credit Unions (Note 6)	202,750,000	264,225,000
	<u>205,114,000</u>	<u>283,098,000</u>
DEFICIT RECOVERABLE		
Share capital (Note 7)	1,000	1,000
Deficit recoverable (Note 8)	(128,071,000)	(145,903,000)
	<u>(128,070,000)</u>	<u>(145,902,000)</u>
	<u>\$ 77,044,000</u>	<u>\$ 137,196,000</u>

The accompanying notes are part
of these financial statements.

S C PROPERTIES LTD.
STATEMENT OF OPERATIONS AND DEFICIT RECOVERABLE
FOR THE FIFTEEN MONTHS ENDED MARCH 31, 1991

	March 31, 1991 (15 months)	December 31, 1989 (12 months)
Revenue:		
Real estate properties sold	\$ 71,814,000	\$ 25,287,000
Rental	11,498,000	16,032,000
Interest and other	3,733,000	1,769,000
	<u>87,045,000</u>	<u>43,088,000</u>
Expenses:		
Cost of real estate properties sold	64,041,000	23,915,000
Rental operating expense	8,849,000	11,910,000
General and administrative	2,131,000	1,676,000
	<u>75,021,000</u>	<u>37,501,000</u>
Operating income before interest expense and other items	12,024,000	5,587,000
Interest expense		
Mortgages payable	1,254,000	1,967,000
Notes payable to Credit Unions	37,897,000	34,535,000
Provision for impairment in value of assets	4,867,000	829,000
Loss for the period	31,994,000	31,744,000
Deficit recoverable, beginning of period	145,903,000	148,694,000
Deficit recovered (Note 8)	(49,826,000)	(34,535,000)
Deficit recoverable, end of period	<u>\$128,071,000</u>	<u>\$145,903,000</u>

S C PROPERTIES LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE FIFTEEN MONTHS ENDED MARCH 31, 1991

	March 31, 1991 <u>(15 months)</u>	December 31, 1989 <u>(12 months)</u>
Net inflow (outflow) of cash related to the following activities:		
Operating		
Loss for the period	\$(31,994,000)	\$(31,744,000)
Non-cash item		
Provision for impairment in value of assets	4,867,000	829,000
Cash used in operations	(27,127,000)	(30,915,000)
Costs recovered from cancellation of acquisition agreements	1,671,000	1,103,000
Costs recovered from sale of real estate properties	60,639,000	22,455,000
Mortgages		
Vendor take back mortgages on real estate properties sold	(8,063,000)	(3,002,000)
Principal reductions	2,230,000	529,000
Net change in non-cash balances relating to operations	1,502,000	(2,083,000)
	<u>30,852,000</u>	<u>(11,913,000)</u>
Investing		
Real estate properties acquisition and development costs	(118,000)	(39,000)
Investments (Note 8)	(11,929,000)	—
	<u>(12,047,000)</u>	<u>(39,000)</u>
Financing		
Notes payable cancelled	(1,671,000)	(1,103,000)
Notes payable repaid	(59,804,000)	(18,025,000)
Mortgages payable	(15,543,000)	(1,035,000)
Deficit recovered (Note 8)	49,826,000	34,535,000
	<u>(27,192,000)</u>	<u>14,372,000</u>
Net (decrease) increase in cash and interest bearing deposits	(8,387,000)	2,420,000
Cash and interest bearing deposits, beginning of period	9,073,000	6,653,000
Cash and interest bearing deposits, end of period	<u>\$ 686,000</u>	<u>\$ 9,073,000</u>

S C PROPERTIES LTD.
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Company was incorporated on May 17, 1985 under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981, as amended. On March 28, 1990, the issued and outstanding shares of the Company were acquired by 391760 Alberta Ltd. from the Credit Union Deposit Guarantee Corporation. 391760 Alberta Ltd. is a provincial corporation and accordingly the Company is exempt from income tax. In conjunction with the change in ownership, the Company changed its year end to March 31.

Note 2 Nature of Operations

The Company was formed for the purpose of managing and selling certain real estate properties acquired from supervised Credit Unions.

Under the provisions of the Credit Union Restructuring Agreement (effective November 1, 1989), the Province of Alberta has indemnified the Company for all losses, expenses or liabilities existing or subsequently incurred by the Company in its role of managing and selling real estate properties acquired from supervised Credit Unions.

Note 3 Summary of Significant Accounting Policies

These financial statements have been prepared in accordance with generally accepted accounting principles and within the framework of the accounting policies summarized below:

(a) Mortgages and Agreements for Sale

Mortgages and agreements for sale are stated at cost, which includes amounts advanced, interest capitalized, accrued taxes and other charges, less repayments and allowance for anticipated losses. Where mortgages bear interest at rates below the prevailing market at the date of real estate property sale, a discount is recorded and amortized into income over the term of the mortgage.

(b) Real Estate Properties

Real estate properties are stated at the lower of cost and estimated market value as supported by independent external appraisals and management assessments. Development costs relating to properties are capitalized where supported by market values. The Company does not provide for depreciation.

Tenant improvements are capitalized where supported by market values and are amortized over the term of the lease.

(c) Investments

Investments are stated at cost plus accrued interest.

(d) Revenue Recognition

Gains or losses on the sale of real estate properties are determined as the excess or deficiency of the proceeds of disposition over the carrying value of the disposed properties. Gains are recorded in income on disposal except in instances where a significant portion of the proceeds is not received in cash. In such circumstances, gains are deferred and recorded in income when significant cash proceeds are received.

Note 4 Real Estate Properties

	March 31, 1991	December 31, 1989
Land	\$18,451,000	\$ 34,034,000
Single-family residential	7,659,000	18,730,000
Multi-family residential and commercial properties	22,920,000	66,035,000
	<u>49,030,000</u>	<u>118,799,000</u>
Less: Estimated selling commissions, legal fees, and other direct selling costs	1,960,000	4,670,000
	<u>\$47,070,000</u>	<u>\$114,129,000</u>

Note 5 Mortgages Payable

Mortgages payable are secured by real estate properties with fixed interest rates ranging from 6.25% to 11.25% and maturing between fiscal years 1992 and 2008 as follows:

1992	\$ 909,000
1993	9,000
1994	—
1995	—
1996 and beyond	179,000
	<u>\$1,097,000</u>

Note 6 Notes Payable to Credit Unions

	March 31, 1991	December 31, 1989
Notes payable, beginning of period	\$264,225,000	\$283,353,000
Notes cancelled	(1,671,000)	(1,103,000)
Repayments	(59,804,000)	(18,025,000)
Notes payable, end of period	<u>\$202,750,000</u>	<u>\$264,225,000</u>

The notes payable have been issued to supervised Credit Unions in exchange for properties and bear interest at the lesser of 14% and prime minus one-half percent and mature October 31, 1999, or earlier at the Company's discretion.

Note 7 Share Capital

Authorized

Unlimited number of Class "A" shares

	March 31, 1991	December 31, 1989
Issued		
100 Class "A" shares	<u>\$1,000</u>	<u>\$1,000</u>

Note 8 Investments/Deficit Recoverable

Under the terms of the Credit Union Restructuring Agreement, the Province of Alberta has indemnified the Company for all losses, expenses or liabilities existing or subsequently incurred by the Company in its role of managing and selling real estate properties acquired from supervised Credit Unions. The extent of this indemnity is reflected as the deficit recoverable. The deficit recoverable will fluctuate upward or downward based on proceeds of disposition of the properties and results of operations.

In conjunction with this indemnity, Government of Canada bonds having a value of \$11,929,000 and maturing in 1999 were transferred to the Company from 391760 Alberta Ltd. as authorized by the Province of Alberta. This transfer and cash advances by the Province have reduced the deficit recoverable and therefore the obligation of the Province of Alberta under the above-referenced indemnity.

The balance of the deficit recoverable will be funded by the Province of Alberta as requested by the Company.

Note 9 Related Party Transactions

Details of related party transactions entered into by the Company in the normal course of business are as follows:

- The Company paid a management fee of \$1,000,000 to N. A. Properties Ltd., an associated company.
- The Company obtained a portion of its legal services, at competitive rates, from a firm in which the sole director of the Company is a partner. The fees paid to this firm amounted to \$97,600 for the period ended March 31, 1991.

Note 10 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1991 presentation.

Note 11 Approval of Financial Statements

These financial statements have been approved by the sole Director.

TREASURY BRANCHES DEPOSITS FUND
FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Statement of Assets and Liabilities
Statement of Income
Statement of Equity
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the statement of assets and liabilities of the Treasury Branches Deposits Fund as at March 31, 1991, and the statements of income, equity and changes in financial position for the year then ended. These financial statements are the responsibility of the Fund's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 31, 1991

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 1991
(\$ in thousands)

	<u>1991</u>	<u>1990</u>
ASSETS		
Cash resources		
Cash and deposit with Bank of Canada	\$ 47,100	\$ 42,081
Deposits with banks	456,743	600,426
Cheques and other items in transit, net	<u>36,099</u>	<u>42,787</u>
	<u>539,942</u>	<u>685,294</u>
Securities (Note 3)		
Issued or guaranteed by Canada	96,533	71,157
Issued or guaranteed by provinces, municipalities and school districts	4,780	—
Other securities	<u>455,500</u>	<u>293,910</u>
	<u>556,813</u>	<u>365,067</u>
Loans (Note 4)		
Mortgage loans	1,697,368	1,498,462
Other loans	<u>4,167,677</u>	<u>4,128,072</u>
	<u>5,865,045</u>	<u>5,626,534</u>
Other		
Land, buildings and equipment (Note 6)	55,998	59,263
Other assets (Note 7)	<u>139,805</u>	<u>135,671</u>
	<u>195,803</u>	<u>194,934</u>
	<u>\$7,157,603</u>	<u>\$6,871,829</u>
LIABILITIES		
Deposits (Note 8)		
Payable on demand	\$ 816,869	\$ 798,998
Payable after notice	1,378,208	1,286,346
Payable on a fixed date	<u>4,931,236</u>	<u>4,776,199</u>
	<u>7,126,313</u>	<u>6,861,543</u>
Other liabilities (Note 9)	<u>152,960</u>	<u>150,505</u>
Equity (deficit)	<u>(121,670)</u>	<u>(140,219)</u>
	<u>\$7,157,603</u>	<u>\$6,871,829</u>

The accompanying notes are part of
these financial statements.

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF INCOME
FOR THE YEAR ENDED MARCH 31, 1991
(\$ in thousands)

	<u>1991</u>	<u>1990</u>
Interest income		
Income from loans	\$741,984	\$680,654
Income from securities	56,902	45,945
Income from deposits with banks	<u>77,517</u>	<u>84,172</u>
	876,403	810,771
Interest expense		
Interest on deposits	674,615	641,671
Net interest income	<u>201,788</u>	<u>169,100</u>
Provision for credit losses	58,342	40,100
Net interest income after provision for credit losses	<u>143,446</u>	<u>129,000</u>
Other income	39,079	31,996
Net interest and other income	<u>182,525</u>	<u>160,996</u>
Non-interest expense		
Salaries	89,598	84,012
Pension contributions and other staff benefits	11,690	10,408
Premises and equipment expenses, including depreciation	38,511	33,298
Other expenses	<u>24,177</u>	<u>24,132</u>
	163,976	151,850
Net income	<u><u>\$ 18,549</u></u>	<u><u>\$ 9,146</u></u>

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF EQUITY
FOR THE YEAR ENDED MARCH 31, 1991
(\$ in thousands)

	<u>1991</u>	<u>1990</u>
Equity (deficit) at beginning of year	\$(140,219)	\$(149,365)
Net income	<u>18,549</u>	<u>9,146</u>
Equity (deficit) at end of year	<u><u>\$(121,670)</u></u>	<u><u>\$(140,219)</u></u>

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1991
(\$ in thousands)

	1991	1990
Operating activities		
Net income for the year	\$ 18,549	\$ 9,146
Provision for credit losses	58,342	40,100
Depreciation and amortization	15,776	12,147
Increase in other assets	(4,134)	(17,435)
Increase in other liabilities	2,455	24,367
Funds provided by operating activities	<u>90,988</u>	<u>68,325</u>
Financing activities		
Net increase (decrease) in deposits payable on demand	17,871	(128,228)
Net increase in deposits payable after notice	91,862	88,983
Net increase in deposits payable on a fixed date	155,037	83,759
Funds provided by financing activities	<u>264,770</u>	<u>44,514</u>
Funds available for investing activities	<u>\$ 355,758</u>	<u>\$ 112,839</u>
Investing activities		
Net (decrease) in cash resources	\$(145,352)	\$ (36,952)
Net increase (decrease) in securities	191,746	(38,426)
Net increase in mortgage loans	198,906	97,857
Net increase in other loans	97,947	81,483
Net increase in land, buildings and equipment	12,511	8,877
Funds used in investing activities	<u>\$ 355,758</u>	<u>\$ 112,839</u>

TREASURY BRANCHES DEPOSITS FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1991

Note 1 Authority

The Treasury Branches Deposits Fund operates under the authority of the Treasury Branches Act, Chapter T-7, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

(a) Securities

Securities are carried at the lower of cost or net realizable value (Note 3). Gains and losses on disposal of securities are included in income in the year in which they occur.

(b) Loans

Loans are stated net of any unearned income and an allowance for loan losses established to recognize anticipated losses. Interest is recorded on the accrual basis for all satisfactory loans and accrued interest on loans is reported in other assets in the statement of assets and liabilities.

A loan is classified as non-accrual when, in the opinion of management, there is reasonable doubt as to the ultimate collectibility of some portion of principal or interest. A loan where payment of interest is contractually past due 90 days is classified as non-accrual unless management determines there is no reasonable doubt as to the ultimate collectibility of interest or principal. When a loan is classified as non-accrual, all uncollected interest is reversed against interest income of the current year. Interest payments received on a loan subsequent to its classification as non-accrual are not recorded as income until such time as any specific provision has been reversed and it is deemed that the loan principal is no longer at risk.

An allowance for credit losses is maintained in an amount considered adequate to absorb credit losses. Credit losses arise primarily from loans but also from credit instruments such as loan guarantees and letters of credit. The allowance is increased by a provision for credit losses which is charged to income and reduced by write offs net of recoveries.

Specific provisions on loans are established on an individual loan basis to reduce the book values to estimated realizable values. In addition, a general provision on loans is established which is prudential in nature and is required to absorb losses inherent in the loan portfolio.

The allowance for credit losses is deducted from the related asset category except amounts provided for loan guarantees and letters of credit which are included in other liabilities.

Loan fees are recognized in income over the appropriate lending or commitment period.

(c) Land, Buildings, and Equipment

Land is carried at cost. Buildings, equipment and leasehold improvements are carried at cost less accumulated depreciation or amortization. Depreciation and amortization are calculated using the straight-line method over the estimated useful lives of the related assets. Gains and losses on the disposal of fixed assets are recorded in the Statement of Income in the year of disposal.

(d) Translation of Foreign Currencies

Foreign currency assets and liabilities are translated into Canadian dollars at prevailing year-end rates.

Foreign currency income and expenses are translated into Canadian dollars at the average rate throughout the year.

Realized and unrealized gains and losses on foreign currency transactions are included in other income in the Statement of Income. Foreign exchange positions are hedged as much as practicable by forward exchange contracts.

Note 3 Securities

(\$ in thousands)

Securities are summarized as follows:

	Securities issued or guaranteed by			Total
	Canada	Provinces, Municipalities, and School Districts	Other	
Year of maturity:				
Within one year	\$96,533	\$4,780	\$355,420	\$456,733
One to three years	—	—	100,000	100,000
No specific maturity	—	—	80	80
March 31, 1991	<u>\$96,533</u>	<u>\$4,780</u>	<u>\$455,500</u>	<u>\$556,813</u>
March 31, 1990	<u>\$71,157</u>	<u>\$ —</u>	<u>\$293,910</u>	<u>\$365,067</u>

The approximate market value of securities at March 31, 1991 was \$556,831 (1990 \$365,088).

Note 4 Loans

(\$ in thousands)

Loans are stated net of an allowance for credit losses established to recognize anticipated losses, and are summarized as follows:

	1991	1990
Residential mortgages and personal financing	\$2,130,941	\$1,790,054
Agricultural programs	980,755	954,285
Small business programs	428,249	435,170
Commercial loans and mortgages	1,736,715	1,823,461
Government guaranteed	88,104	77,401
General purpose	254,223	288,734
Foreign currency	14,139	3,878
Renegotiated reduced rate	64,967	46,391
Non-accrual	166,952	207,160
	<u>\$5,865,045</u>	<u>\$5,626,534</u>

Note 5 Allowance for Credit Losses

(\$ in thousands)

	1991	1990
Balance at beginning of year	\$196,360	\$195,351
Provision for credit losses charged to the statement of income	58,342	40,100
Write offs, net of recoveries	(33,518)	(39,091)
Balance at end of year	<u>\$221,184</u>	<u>\$196,360</u>
Comprised of:		
Specific loan loss provisions	\$193,349	\$189,360
General loan loss provisions on loan portfolio	27,835	7,000
	<u>\$221,184</u>	<u>\$196,360</u>

Note 6 Land, Buildings and Equipment
(\$ in thousands)

Land, buildings and equipment are summarized as follows:

	1991			1990
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Land	\$ 8,386	\$ —	\$ 8,386	\$ 9,116
Branch premises	41,697	18,838	22,859	21,435
Equipment	50,612	36,843	13,812	17,741
Staff housing	3,377	1,852	1,526	2,509
Leasehold improvements	17,817	8,539	9,278	8,296
Automobiles	189	52	137	166
	<u>\$122,122</u>	<u>\$66,124</u>	<u>\$55,998</u>	<u>\$59,263</u>
March 31, 1990	<u>\$114,028</u>	<u>\$54,765</u>		

Note 7 Other Assets
(\$ in thousands)

Other assets are summarized as follows:

	1991	1990
Accrued interest receivable	\$133,475	\$122,919
Other items, including accounts receivable and prepaid items	6,330	12,752
	<u>\$139,805</u>	<u>\$135,671</u>

Note 8 Deposits
(\$ in thousands)

The repayment of all deposits, including accrued interest is guaranteed by the Crown in the right of Alberta.

Deposits are summarized as follows:

	1991	1990
Deposits by Canada	\$ 9,568	\$ 10,823
Deposits by the Province of Alberta	692,479	653,248
Deposits by others	6,424,266	6,197,472
	<u>\$7,126,313</u>	<u>\$6,861,543</u>

Deposits by the Province of Alberta include deposits for loans made under the Alberta Farm Credit Stability Program and the Alberta Small Business Term Assistance Plan in the amount of \$660,673 (1990 \$650,460).

Note 9 Other Liabilities
(\$ in thousands)

Other liabilities are summarized as follows:

	1991	1990
Accrued interest payable	\$136,384	\$122,430
Other items, including accounts payable and accruals	16,576	28,075
	<u>\$152,960</u>	<u>\$150,505</u>

Note 10 Leases

(\$ in thousands)

The Fund has obligations under long-term non-cancellable operating leases for premises. The future minimum lease payments for each of the next five years and thereafter are:

Year ending March 31, 1992	\$10,239
1993	9,355
1994	8,781
1995	8,253
1996	7,724
1997 and thereafter	31,730
	<u>\$76,082</u>

Note 11 Contingent Liabilities

(\$ in thousands)

In the normal course of business, the Fund has various outstanding contingent liabilities which include letters of credit, loan guarantees and other contingencies including the Fund's liability for certain items relating to unclaimed deposit balances and remittances which are not included in the Statement of Assets and Liabilities.

Where the Fund's contingent liability is on behalf of a customer to a third party, the Fund has recourse against the customer in the event of a call.

Contingent liabilities are summarized as follows:

	<u>1991</u>	<u>1990</u>
Guarantees	\$109,336	\$140,616
Letters of Credit	4,624	2,180
Unclaimed Items	2,534	2,237
	<u>\$116,494</u>	<u>\$145,033</u>

Note 12 Comparative Figures

The 1990 figures have been reclassified where necessary to conform to 1991 presentation.

Note 13 Approval of Financial Statements

These financial statements were approved by management.

391760 ALBERTA LTD.
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1991

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Income and Retained Earnings
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Shareholder of 391760 Alberta Ltd.

I have audited the consolidated balance sheet of 391760 Alberta Ltd. as at March 31, 1991 and the consolidated statements of income and retained earnings and changes in financial position for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at March 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 4, 1991

391760 ALBERTA LTD.
CONSOLIDATED BALANCE SHEET
MARCH 31, 1991

	1991	1990
ASSETS		
Cash and interest bearing deposits	\$18,624,000	\$23,256,000
Accounts receivable	10,000	1,948,000
Mortgages	12,886,000	8,101,000
Real estate properties (Note 4)	4,402,000	18,385,000
	<u>35,922,000</u>	<u>51,690,000</u>
Investments (Note 5)	—	10,399,000
	<u>\$35,922,000</u>	<u>\$62,089,000</u>
LIABILITIES		
Accounts payable	\$ 29,000	\$ 707,000
Mortgages payable	—	2,340,000
	<u>29,000</u>	<u>3,047,000</u>
Segregated fund (Note 5)	—	10,399,000
	<u>29,000</u>	<u>13,446,000</u>
SHAREHOLDER'S EQUITY		
Share capital (Note 6)	31,001,000	46,001,000
Retained earnings	4,892,000	2,642,000
	<u>35,893,000</u>	<u>48,643,000</u>
	<u>\$35,922,000</u>	<u>\$62,089,000</u>

The accompanying notes are part
of these consolidated financial statements.

391760 ALBERTA LTD.
CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1991

	1991	1990
Revenue		
Real estate properties sold	\$13,683,000	\$13,428,000
Rental	750,000	2,608,000
Interest - cash and interest bearing deposits	3,646,000	5,153,000
- mortgages	1,215,000	457,000
	<u>19,294,000</u>	<u>21,646,000</u>
Expenses		
Cost of real estate properties sold	14,643,000	14,301,000
Rental operating expense	811,000	2,022,000
General and administrative	343,000	773,000
Interest expense	44,000	356,000
	<u>15,841,000</u>	<u>17,452,000</u>
Income before provision for impairment in value of assets	3,453,000	4,194,000
Provision for impairment in value of assets	1,203,000	1,552,000
Income for the year	2,250,000	2,642,000
Retained earnings, beginning of year	2,642,000	—
Retained earnings, end of year	<u>\$ 4,892,000</u>	<u>\$ 2,642,000</u>

391760 ALBERTA LTD.
 CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
 FOR THE YEAR ENDED MARCH 31, 1991

	<u>1991</u>	<u>1990</u>
Net inflow (outflow) of cash related to the following activities:		
Operating		
Income for the year	\$ 2,250,000	\$ 2,642,000
Non-cash item		
Provision for impairment in value of assets	1,203,000	1,552,000
Cash provided by operations	3,453,000	4,194,000
Costs recovered from sale of real estate properties	13,780,000	13,320,000
Mortgages		
Vendor take back mortgages on real estate properties sold	(5,578,000)	(5,141,000)
Principal (increases) reductions	(40,000)	1,046,000
Net change in non-cash balances relating to operations	1,260,000	(1,241,000)
	<u>12,875,000</u>	<u>12,178,000</u>
Investing		
Real estate properties acquisition and development costs	(167,000)	(32,675,000)
Mortgage acquisitions	—	(4,588,000)
	<u>(167,000)</u>	<u>(37,263,000)</u>
Financing		
Redemption of share capital (Note 6)	(15,000,000)	(24,000,000)
Mortgages payable	(2,340,000)	2,340,000
	<u>(17,340,000)</u>	<u>(21,660,000)</u>
Net decrease in cash during the year	(4,632,000)	(46,745,000)
Cash and interest bearing deposits, beginning of year	23,256,000	70,001,000
Cash and interest bearing deposits, end of year	<u>\$ 18,624,000</u>	<u>\$ 23,256,000</u>

391760 ALBERTA LTD.
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 MARCH 31, 1991

Note 1 Authority

The Company was incorporated on October 20, 1988 under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981, as amended, and commenced operations on March 31, 1989.

All the issued shares of the Company are owned by the Province of Alberta and accordingly the Company is exempt from income tax.

Note 2 Nature of Operations

The Company was formed for the purposes of acquiring, consolidating and disposing of certain real estate properties, mortgages and other assets.

Note 3 Summary of Significant Accounting Policies

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles, and within the framework of the accounting policies summarized below:

(a) Basis of Consolidation

These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries 391761 Alberta Ltd., and 399192 Alberta Ltd.

The financial statements of the Company's wholly-owned subsidiary, S C Properties Ltd. have not been consolidated with these financial statements since increases or decreases in the deficit of the subsidiary do not accrue to the Company. Financial statements of the subsidiary have been reported on at March 31, 1991.

(b) Mortgages

Mortgages are stated at cost, which includes amounts advanced, interest capitalized, accrued taxes and other charges, less repayments and an allowance for anticipated losses. Where mortgages bear interest at rates below the prevailing market at the date of real estate property sale, a discount is recorded and amortized into income over the term of the mortgage.

(c) Real Estate Properties

Real estate properties are stated at the lower of cost and estimated market value as supported by independent external appraisals and management assessments. Development costs relating to properties are capitalized where supported by market values. The Company does not provide for depreciation.

Tenant improvements are capitalized where supported by market values and are amortized over the term of the lease.

(d) Revenue Recognition

Gains or losses on the sale of real estate properties are determined as the excess or deficiency of the proceeds of disposition over the carrying value of the disposed properties. Gains are recorded in income on disposal except in instances where a significant portion of the proceeds is not received in cash. In such circumstances, gains are deferred and recorded in income when significant cash proceeds are received.

Note 4 Real Estate Properties

	1991	1990
Land	\$3,640,000	\$ 7,174,000
Commercial	615,000	11,059,000
Single-family residential	147,000	152,000
	<u>\$4,402,000</u>	<u>\$18,385,000</u>

Note 5 Investments/Segregated Fund

During the year, Government of Canada bonds maturing in 1999 having a value of \$11,929,000 were transferred to S C Properties Ltd. pursuant to authorization from the Province of Alberta and the Company's sole director. These bonds had been acquired by the Company in 1990 in conjunction with the reorganization of S C Properties Ltd.

Note 6 Share Capital

Authorized

An unlimited number of Class "A" non-voting shares

An unlimited number of Class "B" voting shares

	<u>1991</u>	<u>1990</u>
Issued		
31,000 Class "A" shares (1990 - 46,000 shares)	\$31,000,000	\$46,000,000
1,000 Class "B" shares	1,000	1,000
	<u>\$31,001,000</u>	<u>\$46,001,000</u>

During the year, the Company redeemed 15,000 Class "A" shares for cash consideration of \$15,000,000.

Note 7 Related Party Transactions

Details of related party transactions entered into by the Company in the normal course of business are as follows:

- (a) The Company paid a management fee of \$300,000 (1990 \$375,000) to N. A. Properties Ltd., an associated company.
- (b) The Company obtained a portion of its legal services, at competitive rates, from a firm in which the sole director of the Company is a partner. The fees paid to this firm amounted to \$12,000 for the year ended March 31, 1991 (1990 \$73,000).

Note 8 Approval of Financial Statements

These financial statements have been approved by the sole Director.

413553 ALBERTA LTD.
FINANCIAL STATEMENTS
OCTOBER 22, 1990

Auditor's Report
Statement of Loss
Statement of Shareholder's Equity
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have audited the statement of loss, shareholder's equity and changes in financial position of 413553 Alberta Ltd. for the period February 1, 1990 to October 22, 1990. These financial statements are the responsibility of Alberta Treasury management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the results of the Company's operations and the changes in its financial position for the period February 1, 1990 to October 22, 1990 in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
January 18, 1991

413553 ALBERTA LTD.
STATEMENT OF LOSS
FOR THE PERIOD FEBRUARY 1, 1990 TO OCTOBER 22, 1990

Revenue:	
Interest	\$ 2,331
Expense:	
Accounting fees	<u>25,000</u>
Net loss for the period	<u><u>\$22,669</u></u>

The accompanying notes are part
of these financial statements.

413553 ALBERTA LTD.
STATEMENT OF SHAREHOLDER'S EQUITY
FOR THE PERIOD FEBRUARY 1, 1990 TO OCTOBER 22, 1990

Issue of share capital	\$110,000
Net loss for the period	<u>22,669</u>
Distributed to shareholder at end of period	<u><u>\$ 87,331</u></u>

413553 ALBERTA LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE PERIOD FEBRUARY 1, 1990 TO OCTOBER 22, 1990

Operating activities:	
Net loss for the period	\$ (22,669)
Investing activities:	
Purchase of subsidiaries:	
Tims & Co. Capital Inc.	(42,002)
Banning Investments Ltd.	(42,432)
Transfers of ownership of subsidiaries	<u>84,434</u>
	<u>—</u>
Financing activities:	
Issue of share capital	110,000
Distribution to shareholder at end of period	<u>(87,331)</u>
	<u><u>22,669</u></u>
	<u><u>\$ —</u></u>

413553 ALBERTA LTD.
NOTES TO THE FINANCIAL STATEMENTS
OCTOBER 22, 1990

Note 1 Authority and Purpose

The Company was incorporated on February 1, 1990 under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981, as amended, with the Crown in right of Alberta as sole shareholder. The Company was incorporated for the purpose of acquiring two subsidiary companies to facilitate the reorganization of the Alberta Government Telephones Commission.

The Company acquired Tims & Co. Capital Inc. and Banning Investments Ltd. and then changed their names to 304387 Alberta Ltd. and 247450 Alberta Ltd. respectively. The Company then transferred its ownership of these companies to the Crown and was dissolved on October 22, 1990.

Note 2 Significant Accounting Policies and Reporting Practices

Period of Operations

The Company's fiscal period was the calendar year. Because the Company was incorporated and dissolved within a single fiscal period, these financial statements cover its period of operations from February 1 to October 22, 1990.

Non-Consolidation of Subsidiaries

The Company's investment in its wholly-owned subsidiary companies was not consolidated but was accounted for at cost because its control was temporary.

Note 3 Preparation and Approval of Financial Statements

These financial statements were prepared from the records of the Company after its dissolution and were approved by Alberta Treasury management.



SECTION 8

1990-91

PUBLIC ACCOUNTS

**SUPPLEMENTARY INFORMATION REQUIRED BY LEGISLATION
OR BY DIRECTION OF THE PROVINCIAL TREASURER**

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STATEMENT OF REMISSIONS, COMPROMISES AND WRITE-OFFS
FOR THE YEAR ENDED MARCH 31, 1991

The following statement has been prepared pursuant to section 28 of the Financial Administration Act. The statement includes all remissions, compromises and write-offs made or approved during the fiscal year.

Remissions under Section 26 of the Financial Administration Act:

Implemented Guarantees, Loans and Advances:

Students Loan Guarantee Act	\$ 89,294	
Judgement debts	<u>12,591</u>	\$ 101,885

Taxes and Fees payable to the Government:

Alberta Corporate Tax Act	1,535,779	
Alberta Income Tax Act	<u>24,401</u>	1,560,180

Other Accounts Receivable:

Department of Public Works, Supply and Services Act	277,536	
Motor Vehicle Accident Claims Act	213,237	
Widows' Pension Act	112,816	
Public Service Act	40,475	
Department of Municipal Affairs Act	5,363	
Department of Health Act	<u>3,802</u>	653,229
Total remissions		<u>2,315,294</u>

Compromises under Section 27 of the Financial Administration Act:

Implemented Guarantees, Loans and Advances:

Co-operative Marketing Associations and Rural Utilities Guarantee Act	98,868	
Students Loan Guarantee Act	<u>41,392</u>	140,260

Taxes and Fees payable to the Government:

Alberta Corporate Tax Act	26,161,578	
Fuel Oil Administration Act	8,662	
Fuel Oil Administration Act and Fuel Tax Act	<u>7,533</u>	26,177,773

Other Accounts Receivable:

Alberta Petroleum Incentives Program Fund	71,001	
Motor Vehicle Accident Claims Act	47,537	
Agricultural Societies Act	42,001	
Maintenance Enforcement Act	12,630	
Department of Municipal Affairs Act	4,652	
Alberta environment employment program	999	
Public Service Act	<u>781</u>	179,601
Total compromises		<u>26,497,634</u>

Write-offs under Section 27 of the Financial Administration Act:

Implemented Guarantees, Loans and Advances:

Syncrude Canada Limited	80,942,591	
Rural Electrification Revolving Fund Act	29,106,606	
General Systems Research Inc.	9,929,632	
Chembiomed Ltd.	3,705,000	
Students Loan Guarantee Act	3,633,945	
Farm Credit Stability Fund Act	2,023,743	
Small Business Term Assistance Fund Act	1,235,160	
Export program	578,934	
Teknica Resource Development Ltd.	532,421	
Tomotechnology Inc.	257,180	
Farm implement dealers program	79,794	
Judgement debts	57,200	
Alberta family first home program	42,455	
Accountable advances	36,135	
Co-operative Marketing Associations and Rural Utilities Guarantee Act	<u>26,296</u>	132,187,092

Statement No. 8.1 (cont'd)

Departmental Accounts Receivable:

Treasury	\$10,110,509
Family and Social Services	3,133,516
Attorney General	1,840,749
Economic Development and Trade	753,748
Municipal Affairs	273,660
Forestry, Lands and Wildlife	114,911
Agriculture	113,189
Education	108,702
Advanced Education	72,415
Solicitor General	58,817
Career Development and Employment	58,418
Health	33,396
Labour	18,900
Transportation and Utilities	16,302
Public Works, Supply and Services	12,641
Environment	5,268
Culture and Multiculturalism	3,941
Recreation and Parks	1,271
Consumer and Corporate Affairs	850
Energy	624

\$ 16,731,827

Regulated Funds and Agencies - Accounts and Loans Receivable:

Alberta Treasury Branches	76,000,131
Alberta Mortgage and Housing Corporation	74,550,971
Alberta Agricultural Development Corporation	38,147,121
Health Care Insurance Fund	16,337,833
Alberta Opportunity Company	13,404,739
Alberta Government Telephones Commission	7,967,053
NovAtel Communications Ltd.	1,156,000
Workers' Compensation Board	1,322,070
Alberta Motion Picture Development Corporation	690,782
Motor Vehicle Accident Claims Fund	405,113
Alberta Petroleum Incentives Program Fund	369,263
Improvement Districts' Trust Account	87,754
Alberta Hail and Crop Insurance Corporation	67,999
Alberta Research Council	60,072
399192 Alberta Ltd.	44,771
S C Properties Ltd.	34,641
Alberta Liquor Control Board	17,300
Livestock Patrons' Assurance Fund	12,553
391761 Alberta Ltd.	2,718
Alberta Intermodal Services Ltd.	1,687
Alberta Educational Communications Corporation	736

230,681,307

Total write-offs

379,600,226

Total remissions, compromises and write-offs

\$408,413,154

STATEMENT OF SPECIAL WARRANTS ISSUED AND
PAYMENTS MADE UNDER THE AUTHORITY PROVIDED
FOR THE YEAR ENDED MARCH 31, 1991

The following statement has been prepared pursuant to section 42 of the Financial Administration Act. The statement includes all special warrants issued during the fiscal year.

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
ALBERTA CAPITAL FUND				
	PUBLIC WORKS, SUPPLY AND SERVICES			
4	CONSTRUCTION OF WATER DEVELOPMENT PROJECTS To provide funds for various water resources management projects.	O.C. 178/91	\$ 5,000,000	\$ 4,897,650
	TOTAL VOTE 4		5,000,000	4,897,650
5	CONSTRUCTION OF GOVERNMENT FACILITIES To provide funds for various government facilities.	O.C. 179/91	625,000	259,783
	TOTAL VOTE 5		625,000	259,783
			\$ 5,625,000	\$ 5,157,433
GENERAL REVENUE FUND				
	LEGISLATIVE ASSEMBLY			
1	SUPPORT TO THE LEGISLATIVE ASSEMBLY OF ALBERTA To provide funds to meet expenditure associated with the operations of the Select Special Committee on Electoral Boundaries and of the Electoral Boundaries Commission.	O.C. 120/91	\$ 174,020	\$ 174,020
	TOTAL VOTE 1		174,020	174,020
4	OFFICE OF THE CHIEF ELECTORAL OFFICER To provide funds to conduct the special enumeration and by-election in the Electoral Division of Edmonton-Strathcona.	O.C. 648/90	121,390	101,540
	TOTAL VOTE 4		121,390	101,540
			\$ 295,410	\$ 275,560
	ADVANCED EDUCATION			
2	ASSISTANCE TO HIGHER AND FURTHER EDUCATIONAL INSTITUTIONS To provide additional funding to the hospital schools of nursing to cover increased operating costs associated with a larger than anticipated nurses' salary settlement.	O.C. 628/90	\$ 440,000	\$ 440,000
	TOTAL VOTE 2		440,000	440,000
			\$ 440,000	\$ 440,000
	AGRICULTURE			
2	SUPPORT FOR PRIMARY PRODUCTION To provide funds for the Canada-Alberta 1990 Farm Income Assistance program.	O.C. 446/90	\$ 100,000,000	\$ 98,791,121
	To provide additional funds for the Alberta Crow Benefit Offset program.	O.C. 147/91	4,000,000	3,999,215
	To provide additional funds for the National Tripartite Red Meat Stabilization program.	O.C. 148/91	3,060,000	1,735,479
	To provide additional funds for the Farm Fertilizer Price Protection Plan required as a result of extending the program to July 31, 1991.	O.C. 149/91	2,100,000	—
	TOTAL VOTE 2		109,160,000	104,525,815

SUPPLEMENTARY INFORMATION

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
	AGRICULTURE (cont'd)			
3	SUPPORT FOR MARKETING AND PROCESSING			
	To provide funds for losses incurred by Alberta Terminals Canola Crushers Ltd.	O.C. 121/91	\$ 4,300,000	\$ 4,300,000
	To provide funds for debenture financing to Centennial Food Corp. for the retirement of an existing long term loan guaranteed by the Province.	O.C. 146/91	15,000,000	15,000,000
			19,300,000	19,300,000
	Less: capitalized as a voted non-budgetary disbursement		(15,000,000)	(15,000,000)
	TOTAL VOTE 3		<u>4,300,000</u>	<u>4,300,000</u>
7	CROP INSURANCE ASSISTANCE			
	To provide funds for administration costs associated with the development of a Grain Revenue Insurance program.	O.C. 150/91	300,000	260,800
	To provide additional funds for the High Risk Subsidy program owing to an unanticipated increase of farm producers.	O.C. 154/91	3,281,000	—
	TOTAL VOTE 7		<u>3,581,000</u>	<u>260,800</u>
			<u>\$ 117,041,000</u>	<u>\$ 109,086,615</u>
	ATTORNEY GENERAL			
2	COURT SERVICES			
	To provide funding for unbudgeted salary increases, maintaining court service levels, increased cost of forms and law library books and uncontrollable volume increase in witness, juror and bailiff fees.	O.C. 155/91	\$ 1,600,000	\$ 1,563,366
	TOTAL VOTE 2		<u>1,600,000</u>	<u>1,563,366</u>
3	LEGAL SERVICES			
	To provide funding for contracted legal services fees.	O.C. 631/90	8,865,000	7,376,775
	To provide funding for unfunded salary increases.	O.C. 156/91	208,000	208,000
	TOTAL VOTE 3		<u>9,073,000</u>	<u>7,584,775</u>
5	PROTECTION AND ADMINISTRATION OF PROPERTY RIGHTS			
	To provide funding for unfunded salary increases, regrade of Land Titles Examiners and Writers, Estate Officers and Deputies, and higher volume of registrations, searches and higher cost of supplies.	O.C. 157/91	622,000	369,844
	TOTAL VOTE 5		<u>622,000</u>	<u>369,844</u>
7	CRIMES COMPENSATION			
	To provide funding for compensation payments to victims of criminal activity.	O.C. 80/91	400,000	244,192
	TOTAL VOTE 7		<u>400,000</u>	<u>244,192</u>
			<u>\$ 11,695,000</u>	<u>\$ 9,762,177</u>
	CAREER DEVELOPMENT AND EMPLOYMENT			
2	SKILLS DEVELOPMENT			
	To provide front-end funding for federally sponsored training courses.	O.C. 160/91	\$ 1,900,000	\$ 1,791,383
	TOTAL VOTE 2		<u>1,900,000</u>	<u>1,791,383</u>
			<u>\$ 1,900,000</u>	<u>\$ 1,791,383</u>

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
CONSUMER AND CORPORATE AFFAIRS				
4	REGULATION OF SECURITIES MARKETS			
	To provide funding for an unanticipated investigation and hearing into the securities related activities of James F. Matheson/Del Rio International.	O.C. 596/90	\$ 186,000	\$ 186,000
	TOTAL VOTE 4		186,000	186,000
			<u>\$ 186,000</u>	<u>\$ 186,000</u>
ECONOMIC DEVELOPMENT AND TRADE				
6	SMALL BUSINESS INTEREST SHIELDING ASSISTANCE			
	To provide additional funds for interest shielding assistance owing to an increase in interest rates and the volume of applications.	O.C. 565/90	\$ 8,590,300	\$ 5,413,251
	TOTAL VOTE 6		8,590,300	5,413,251
			<u>\$ 8,590,300</u>	<u>\$ 5,413,251</u>
EDUCATION				
2	FINANCIAL ASSISTANCE TO SCHOOLS			
	To provide additional funding required owing to higher than expected enrolment increases, unanticipated increases in debenture grants and an increased requirement for Metis Betterment grants.	O.C. 142/91	\$ 8,000,000	\$ 8,000,000
	TOTAL VOTE 2		8,000,000	8,000,000
			<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>
ENERGY				
6	PETROLEUM MARKETING AND MARKET RESEARCH			
	To provide additional funds for the Alberta Petroleum Marketing Commission's participation in various regulatory proceedings in Canada and the United States regarding access and market arrangements for Alberta natural gas.	O.C. 2/91	\$ 735,000	\$ 735,000
	TOTAL VOTE 6		735,000	735,000
			<u>\$ 735,000</u>	<u>\$ 735,000</u>
ENVIRONMENT				
1	DEPARTMENTAL SUPPORT SERVICES			
	To provide funds to ensure appropriate public consultation on the Government's comprehensive new environment protection and enhancement legislation.	O.C. 598/90	\$ 990,000	\$ 920,454
	TOTAL VOTE 1		990,000	920,454
2	ENVIRONMENTAL PROTECTION, ENHANCEMENT AND RESEARCH			
	To provide funds to carry out the mandate of the Alberta Pacific Scientific Review Panel.	O.C. 78/91	360,000	269,710
	To provide funds to enable Alberta Environmental Centre to carry out research projects on which private contracts have been secured.	O.C. 152/91	299,725	299,725
	TOTAL VOTE 2		659,725	569,435
5	OVERVIEW AND COORDINATION OF ENVIRONMENTAL CONSERVATION			
	To provide funds for the secretariat function to the Alberta Round Table on Environment and Economy.	O.C. 599/90	285,000	285,000
	TOTAL VOTE 5		285,000	285,000
			<u>\$ 1,934,725</u>	<u>\$ 1,774,889</u>

SUPPLEMENTARY INFORMATION

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
EXECUTIVE COUNCIL				
1	EXECUTIVE COUNCIL ADMINISTRATION			
	To provide funds for expenses related to the June, 1990 visit of Her Majesty the Queen, and the development of legislation for the Natural Resources Conservation Board.	O.C. 1/91	\$ 300,600	\$ 300,600
	TOTAL VOTE 1		<u>300,600</u>	<u>300,600</u>
5	WATER RESOURCES ADVISORY SERVICES			
	To provide funds for expenses incurred in conducting public consultation regarding the draft Wetland Policy.	O.C. 566/90	100,000	100,000
	TOTAL VOTE 5		<u>100,000</u>	<u>100,000</u>
6	DISASTER SERVICES AND DANGEROUS GOODS CONTROL			
	To provide funds for the northwestern Alberta severe weather and flooding in the fall of 1989, west central Alberta flood program, and 1990 flooding in western Alberta.	O.C. 471/90	28,047,672	26,190,288
	To provide funds for the 1988 flooding in Slave Lake, heavy rainfall in County of Minburn, west central Alberta flood and Calgary flood in 1990.	O.C. 629/90	2,861,100	1,479,465
	To provide funds for disaster assistance for southeastern Alberta in 1990.	O.C. 153/91	2,365,800	1,703,662
	TOTAL VOTE 6		<u>33,274,572</u>	<u>29,373,415</u>
7	PUBLIC SERVICE EMPLOYEE RELATIONS			
	To provide additional funds for operating expenditure resulting from an increase in Board proceedings, arbitrations and court actions.	O.C. 568/90	268,000	184,749
	TOTAL VOTE 7		<u>268,000</u>	<u>184,749</u>
			<u>\$ 33,943,172</u>	<u>\$ 29,958,764</u>
FAMILY AND SOCIAL SERVICES				
1	DEPARTMENT SUPPORT SERVICES			
	To provide funding required to cover a shortfall in salaries arising from negotiated salary settlements.	O.C. 125/91	\$ 591,000	\$ 280,679
	To provide funding for communication costs related to Day Care program reform.	O.C. 126/91	100,000	100,000
	TOTAL VOTE 1		<u>691,000</u>	<u>380,679</u>
2	INCOME SUPPORT TO INDIVIDUALS AND FAMILIES			
	To provide additional funding required to cover Social Allowance cost per case increases.	O.C. 94/91	60,756,000	60,756,000
	To provide funding required to implement the Supports for Independence program and to cover a shortfall in salaries arising from negotiated salary settlements.	O.C. 95/91	501,000	—
	TOTAL VOTE 2		<u>61,257,000</u>	<u>60,756,000</u>

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
FAMILY AND SOCIAL SERVICES (cont'd)				
3	SOCIAL SUPPORT TO INDIVIDUALS AND FAMILIES			
	To provide funding required to cover a shortfall arising from negotiated salary settlements and to implement Day Care program reforms.	O.C. 122/91	\$ 6,085,000	\$ 5,365,826
	To provide additional funding for the Family and Community Support Services program, an unexpected cost per case and caseload increase in the Handicapped Children's Services program, and an increase in contracted service costs owing to negotiated salary settlements.	O.C. 123/91	6,059,000	4,074,193
	To provide additional funding to cover price and volume increases in Child Welfare contracted services, to implement Foster Care program reforms and to pay unanticipated costs of various supplies and services.	O.C. 124/91	4,345,300	4,304,674
	TOTAL VOTE 3		<u>16,489,300</u>	<u>13,744,693</u>
			<u>\$ 78,437,300</u>	<u>\$ 74,881,372</u>
FEDERAL AND INTERGOVERNMENTAL AFFAIRS				
1	INTERGOVERNMENTAL COORDINATION AND RESEARCH			
	To provide funds for the Constitutional Reform Task Force Meech Lake, increase to the Canadian Intergovernmental Conference Secretariat grant owing to Meech Lake, Hokkaido 10th anniversary and the unexpected increased cost of operating the Alberta foreign offices owing to local market adjustments and currency fluctuations.	O.C. 145/91	\$ 1,325,800	\$ 962,452
	TOTAL VOTE 1		<u>1,325,800</u>	<u>962,452</u>
			<u>\$ 1,325,800</u>	<u>\$ 962,452</u>
FORESTRY, LANDS AND WILDLIFE				
2	FISH AND WILDLIFE CONSERVATION			
	To provide additional funds owing to a salary settlement with the department's Division 5 employees.	O.C. 144/91	\$ 480,000	\$ 480,000
	TOTAL VOTE 2		<u>480,000</u>	<u>480,000</u>
3	FOREST RESOURCES MANAGEMENT			
	To provide additional funds for fire suppression in northern Alberta.	O.C. 445/90	23,100,000	23,100,000
	To provide additional funds for fire suppression and to provide funds for a spruce budworm spraying project.	O.C. 597/90	18,530,000	17,810,000
	To provide additional funds owing to a salary settlement with the department's Division 5 employees.	O.C. 143/91	750,000	750,000
	TOTAL VOTE 3		<u>42,380,000</u>	<u>41,660,000</u>
			<u>\$ 42,860,000</u>	<u>\$ 42,140,000</u>
HEALTH				
2	HEALTH CARE INSURANCE			
	To provide additional funding for greater than anticipated costs for Basic Health Services, Extended Health Benefits for Senior Citizens, Out-of-Province medical care and Blue Cross.	O.C. 139/91	\$ 51,600,000	\$ 31,595,502
	TOTAL VOTE 2		<u>51,600,000</u>	<u>31,595,502</u>
3	FINANCIAL ASSISTANCE FOR ACTIVE CARE			
	To provide additional funds required owing to a larger than anticipated nurses' salary settlement.	O.C. 624/90	41,232,800	41,232,800
	TOTAL VOTE 3		<u>41,232,800</u>	<u>41,232,800</u>

SUPPLEMENTARY INFORMATION

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
	HEALTH (cont'd)			
4	FINANCIAL ASSISTANCE FOR LONG-TERM CARE			
	To provide additional funds required owing to a larger than anticipated nurses' salary settlement.	O.C. 026/90	\$ 6,025,000	\$ 6,025,000
	TOTAL VOTE 4		<u>6,025,000</u>	<u>6,025,000</u>
5	COMMUNITY HEALTH SERVICES			
	To provide additional funding required owing to unanticipated increases in price and utilization for the Alberta Aids to Daily Living and Extended Health Benefits programs.	O.C. 625/90	10,345,000	7,557,593
	To provide additional funding required owing to larger than anticipated nurses' salary settlements.	O.C. 627/90	3,993,000	3,993,000
	To provide additional funding required to operate the Provincial Laboratories of Public Health.	O.C. 141/91	200,000	200,000
	TOTAL VOTE 5		<u>14,538,000</u>	<u>11,750,593</u>
6	MENTAL HEALTH SERVICES			
	To provide additional funding to cover a shortfall in salaries owing to a larger than anticipated nurses' salary settlements.	O.C. 140/91	500,000	500,000
	TOTAL VOTE 6		<u>500,000</u>	<u>500,000</u>
			<u>\$ 113,895,800</u>	<u>\$ 91,103,895</u>
	LABOUR			
5	INDIVIDUAL'S RIGHTS PROTECTION			
	To provide additional funds to meet higher than anticipated administrative and operating costs.	O.C. 630/90	\$ 127,000	\$ 127,000
	To provide additional funds to meet manpower budget shortfall and to recover administrative and operating funds related to Boards of Inquiry.	O.C. 79/91	228,489	228,489
	TOTAL VOTE 5		<u>355,489</u>	<u>355,489</u>
			<u>\$ 355,489</u>	<u>\$ 355,489</u>
	MUNICIPAL AFFAIRS			
5	ADMINISTRATIVE AND TECHNICAL SERVICES TO MUNICIPALITIES			
	To provide additional funding to the Metis Association of Alberta and the six Regional Councils to achieve a basic core operation for the Framework Agreement which was renewed in December, 1989 for a three-year term.	O.C. 158/91	\$ 556,066	\$ 556,000
	TOTAL VOTE 5		<u>556,066</u>	<u>556,000</u>
7	RESEARCH AND FINANCIAL ASSISTANCE FOR HOUSING			
	To provide for the increase in grants paid under the Alberta Mortgage Interest Shielding program and the Alberta Family First-Home program owing to continued high interest rates and increase in related administrative costs.	O.C. 570/90	42,960,000	30,919,855
	To provide funds for an increase in grants paid under the Seniors' Independent Living program.	O.C. 632/90	11,000,000	—
	TOTAL VOTE 7		<u>53,960,000</u>	<u>30,919,855</u>

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
MUNICIPAL AFFAIRS (cont'd)				
8	HOUSING AND MORTGAGE ASSISTANCE FOR ALBERTANS To provide for discounts on the sale of mortgages and to provide for assistance given to municipalities through the sale of land to municipalities at less than cost.	O.C. 180/91	\$ 58,300,000	\$ 58,300,000
	TOTAL VOTE 8		58,300,000	58,300,000
			<u>\$ 112,816,066</u>	<u>\$ 89,775,855</u>
PUBLIC WORKS, SUPPLY AND SERVICES				
3	MANAGEMENT OF PROPERTIES To provide funds for the increased payment of Grants-in-Lieu of taxes to eligible municipalities for the 1990 taxation year.	O.C. 600/90	\$ 3,200,000	\$ 2,009,726
	TOTAL VOTE 3		3,200,000	2,009,726
8	GAMING POLICY, LICENSING AND CONTROL To provide funding for unfunded salary increases.	O.C. 156/91	440,000	114,695
	TOTAL VOTE 8		440,000	114,695
			<u>\$ 3,640,000</u>	<u>\$ 2,124,421</u>
TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS				
1	DEVELOPMENT AND COMMERCIALIZATION OF ADVANCED TECHNOLOGIES To provide funds for advertising, publications and associated contracted services related to the reorganization of AGT and the Telus share offering.	O.C. 634/90	\$ 540,000	\$ 515,327
	TOTAL VOTE 1		540,000	515,327
2	FINANCING OF TECHNOLOGY AND RESEARCH PROJECTS To provide funds for the purchase of preferred shares to enable Chembiomed Ltd. to continue research and development including clinical trials of two important biotechnology products and concurrently continue investment partnering negotiations with established industry companies.	O.C. 633/90	3,000,000	3,000,000
	To provide funds for a repayable grant for specific aspects of product development and clinical trials of new radio imaging diagnostic products for cancer.	O.C. 159/91	400,000	400,000
			3,400,000	3,400,000
	Less: capitalized as a voted non-budgetary disbursement		(3,000,000)	(3,000,000)
	TOTAL VOTE 2		400,000	400,000
3	NATURAL SCIENCES AND ENGINEERING RESEARCH To provide funds for the purchase of computing equipment and establishment of a related computer research network.	O.C. 127/91	1,625,000	1,625,000
	To provide funds for an independent review of environmental impact assessment evidence.	O.C. 128/91	431,000	431,000
	TOTAL VOTE 3		2,056,000	2,056,000
			<u>\$ 2,996,000</u>	<u>\$ 2,971,327</u>

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
TOURISM				
2	TOURISM PLANNING, DEVELOPMENT AND MARKETING			
	To provide additional funds for greater than budgeted requests by applicants under the Canada/Alberta Tourism Agreement.	O.C. 569/90	\$ 7,677,400	\$ 7,670,788
	TOTAL VOTE 2		<u>7,677,400</u>	<u>7,670,788</u>
			<u>\$ 7,677,400</u>	<u>\$ 7,670,788</u>
TRANSPORTATION AND UTILITIES				
2	CONSTRUCTION AND OPERATION OF TRANSPORTATION SYSTEMS			
	To provide funds for cost-shared projects that were net budgeted for the 1990-91 fiscal year.	O.C. 137/91	\$ 5,781,346	\$ 5,781,346
	To provide funds to begin planning and construction of the roads and bridges for the Alberta-Pacific Forest Industries Inc. mill site.	O.C. 138/91	1,906,000	1,440,575
	To provide additional funds for primary highway maintenance activities.	O.C. 176/91	8,000,000	8,000,000
	To provide additional funds for the maintenance of Metis Settlements roads.	O.C. 177/91	400,000	400,000
	TOTAL VOTE 2		<u>16,087,346</u>	<u>15,621,921</u>
			<u>\$ 16,087,346</u>	<u>\$ 15,621,921</u>
TREASURY				
2	REVENUE COLLECTION AND REBATES			
	To provide funds for greater than anticipated volumes of fuel purchased under the Farm Fuel Distribution Allowance program and for tax administration costs.	O.C. 151/91	\$ 7,175,000	\$ 3,148,510
	TOTAL VOTE 2		<u>7,175,000</u>	<u>3,148,510</u>
3	FINANCIAL MANAGEMENT, PLANNING AND CENTRAL SERVICES			
	To provide funds for Alberta's settlement offer to investors in Associated Investors of Canada Ltd. and First Investors Corporation, including related administrative and legal costs.	O.C. 567/90	4,000,000	4,000,000
	TOTAL VOTE 3		<u>4,000,000</u>	<u>4,000,000</u>
			<u>\$ 11,175,000</u>	<u>\$ 7,148,510</u>
	GRAND TOTAL		<u>\$ 581,651,808</u>	<u>\$ 507,337,102</u>
	Summary by Fund:			
	ALBERTA CAPITAL FUND		\$ 5,625,000	\$ 5,157,433
	GENERAL REVENUE FUND		576,026,808	502,179,669
			<u>\$ 581,651,808</u>	<u>\$ 507,337,102</u>

Statement No. 8.3

STATEMENT OF BORROWINGS MADE UNDER SECTION 61(1)
OF THE FINANCIAL ADMINISTRATION ACT FOR THE
YEAR ENDED MARCH 31, 1991

	Issue Principal	Proceeds
General Revenue Fund:		
Payable in Canadian dollars:		
Promissory Notes	\$ 20,906,975,000	\$ 20,681,743,114
91 Day Treasury Bills	2,475,000,000	2,400,777,130
Debentures	750,000,000	744,937,500
	<u>\$ 24,131,975,000</u>	<u>\$ 23,827,457,744</u>
Payable in U.S. dollars:		
Promissory Notes	<u>\$ 3,281,335,000</u>	<u>\$ 3,250,092,019</u>
Alberta Capital Fund:		
Alberta Capital Bonds	\$ 733,642,600	\$ 727,660,475
Promissory Notes	256,000,000	253,246,933
Canada Pension Plan Investment Fund Debentures	168,395,000	168,395,000
	<u>\$ 1,158,037,600</u>	<u>\$ 1,149,302,408</u>
Alberta Provincial Corporation Loan Fund:		
Promissory Notes	<u>\$ 2,531,746,000</u>	<u>\$ 2,504,752,219</u>
Farm Credit Stability Fund:		
Promissory Notes	\$ 3,645,000,000	\$ 3,546,258,392
Debentures	250,000,000	248,437,500
	<u>\$ 3,895,000,000</u>	<u>\$ 3,794,695,892</u>
Grand Totals:		
Payable in Canadian dollars	<u>\$ 31,716,758,600</u>	<u>\$ 31,276,208,263</u>
Payable in U.S. dollars	<u>\$ 3,281,335,000</u>	<u>\$ 3,250,092,019</u>

Statement No. 8.4

STATEMENT OF THE AMOUNT OF DEBT OF THE CROWN
OUTSTANDING AT MARCH 31, 1991 FOR WHICH
SECURITIES HAVE BEEN PLEDGED UNDER
PART 6 OF THE FINANCIAL ADMINISTRATION ACT

No securities have been pledged under this Part.

**STATEMENT OF GUARANTEES AND INDEMNITIES
GIVEN BY THE CROWN AND PROVINCIAL CORPORATIONS
FOR THE YEAR ENDED MARCH 31, 1991**

The following statement has been prepared pursuant to section 76 of the Financial Administration Act. The statement summarizes the amounts of all guarantees and indemnities given by the Crown and Provincial corporations during the fiscal year, the amounts paid as a result of liability under guarantees and indemnities, and the amounts recovered on debts owing as a result of payments under guarantees and indemnities.

<u>Program/Borrower</u>	<u>Amount of Guarantee or Indemnity</u>	<u>Payments</u>	<u>Recoveries</u>
CROWN GUARANTEES			
Advanced Education			
Student loans	\$ 64,447,585	\$ 7,220,063	\$ 2,396,471
Agriculture			
Agricultural societies	—	—	20,605
Alberta Livestock Loan Guarantee Regulations	—	—	451
Cow-calf Producers' Advance Regulations	—	—	4,977
Farm Credit Stability Fund Act	366,836,272	2,380,618	—
Feeder associations	5,000,000	—	—
Fletcher's Fine Foods Ltd. and subsidiaries	6,250,000	—	—
Irrigation districts	44,407,854	—	—
Judgement debts	—	—	61,226
Consumer and Corporate Affairs			
Co-operative marketing associations	—	—	1,724
Rocky Mountain Life Insurance Company	—	3,840,266	—
Culture and Multiculturalism			
Department of Culture and Multiculturalism Act	370,000	—	—
Economic Development and Trade			
Alberta capital loan program	10,208,106	150,889	—
Alberta White Wood Industries Ltd.	—	1,983,684	—
Alert Disaster Control Inc.	—	4,805,186	—
B. & R. Eckel's Transport Ltd.	100,000	—	—
Canadian Professional Munitions Ltd.	700,000	—	—
Export program	37,883,982	2,174,530	—
Farm implement dealers program	—	79,794	—
Gainers Properties Inc.	—	5,759,077	—
General Composites Canada Ltd.	—	3,531,763	28,555
Peace River Fertilizer Inc.	—	7,469,308	—
Pelorus Navigation Systems Inc.	1,500,000	—	—
Ski-Free Marine Inc.	—	2,801,415	—
Small Business Term Assistance Fund Act	—	1,377,290	—
Sprung Instant Structures Ltd.	3,000,000	—	—
Teknica Resource Development Ltd.	—	517,135	—
XL Foods Ltd.	2,500,000	—	—
Municipal Affairs			
Alberta family first home program	65,952,469	553,067	15,714
Calgary Regional Planning Commission	250,000	—	—
Technology, Research and Telecommunications			
Arthur Andersen Inc. (Receiver and Manager for Myrias Research Corporation)	750,000	—	—
Biosys Alberta Ltd.	20,000,000	—	—
NovAtel Communications Ltd.	389,942,450	—	—
NovAtel Carcom Inc.	23,048,000	—	—
Peat Marwick Thorne Inc. (Receiver and Manager for General Systems Research Inc.)	—	1,920,770	—
Transportation and Utilities			
Rural utilities loans	728,965	9,487	138,722
Guaranteed Debenture Debt			
Alberta Mortgage and Housing Corporation	99,000,000	—	—
Total - Crown guarantees	<u>1,142,875,683</u>	<u>46,574,342</u>	<u>2,668,445</u>

Statement No. 8.5 (cont'd)

<u>Program/Borrower</u>	<u>Amount of Guarantee or Indemnity</u>	<u>Payments</u>	<u>Recoveries</u>
CROWN INDEMNITIES			
Technology, Research and Telecommunications NovAtel Communications Ltd.	\$ — (a)	\$131,482,000	\$131,482,000(b)
Treasury			
Credit Union Deposit Guarantee Corporation	—	75,574,387	—
354713 Alberta Ltd.	—	9,900,000	—
Total - Crown Indemnities	—	216,956,387	131,482,000
PROVINCIAL CORPORATION GUARANTEES			
Alberta Agricultural Development Corporation	10,410,219	1,847,261	—
Alberta Government Telephones Commission	233,126	—	—
Alberta Opportunity Company	365,000	—	25,847
Total - Provincial corporation guarantees	11,008,345	1,847,261	25,847
GRAND TOTAL	\$1,153,884,028	\$265,377,990	\$134,176,292

(a) On October 4, 1990 the Crown entered into an agreement with NovAtel Communications Ltd., pursuant to an Order in Council dated September 27, 1990, under which the Crown indemnified NovAtel for the difference between \$16,900,000 (the forecast net income of NovAtel in the TELUS prospectus dated September 10, 1990) and NovAtel's actual net income or net loss for the period from July 1, 1990 to December 31, 1990.

(b) Recovery consists of non-voting common shares of NovAtel Communications Ltd. accepted by the Crown as consideration for payment under the indemnity.

SUPPLEMENTARY INFORMATION

Statement No. 8.6

STATEMENT OF EXPENDITURE MADE FROM
THE IMPROVEMENT DISTRICTS' TRUST ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 1990

The following statement has been prepared pursuant to section 10(3) of the Improvement Districts' Act from information in the audited financial statements of the Improvement Districts' Trust Account for the year ended December 31, 1990.

Improvement District	Transportation Services	Administrative Services	Utilities	Agricultural Planning and Other Community Services	Recreation and Cultural Services	Protective Services	Garbage Collection and Disposal	Total Expenditure
4	\$ —	\$ 77	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 77
5	150,574	184,184	14,702	60,967	4,234	427,847	69,432	911,940
6	315,000	48,289	—	25,426	—	3,000	—	391,715
7	109,601	189,167	135,745	109,037	57,811	116,164	36,285	753,810
8	—	3,344	—	1,130	40	—	—	4,514
9	—	1,652	—	—	—	—	—	1,652
12	—	2,459	—	—	—	4,110	—	6,569
13	—	1,994	—	—	—	—	—	1,994
14	4,080,204	486,478	188,268	447,695	640,917	516,761	260,825	6,621,148
15	2,450,956	310,317	74,940	178,506	110,965	130,215	10,339	3,266,238
16	3,050,605	1,526,738	87,076	478,031	236,730	213,916	102,516	5,695,612
17	3,714,203	1,609,614	2,716,335	975,475	713,983	786,667	345,823	10,862,100
18	4,593,174	2,491,013	1,777,951	1,085,885	1,459,720	604,794	92,652	12,105,189
19	684,024	784,395	35,484	226,733	116,554	118,746	9,730	1,975,666
20	1,082,719	252,195	118,294	269,213	72,976	140,675	56,452	1,992,524
21	1,016,050	299,035	1,119,109	406,675	241,292	49,872	30,254	3,162,287
22	1,221,167	360,959	162,582	2,015,253	93,007	152,422	24,241	4,029,631
23	1,289,994	506,893	955,868	523,272	977,778	777,994	50,593	5,082,392
24	—	417	—	—	—	—	—	417
	<u>\$ 23,758,271</u>	<u>\$ 9,059,220</u>	<u>\$ 7,386,354</u>	<u>\$ 6,803,298</u>	<u>\$ 4,726,007</u>	<u>\$ 4,043,183</u>	<u>\$ 1,089,142</u>	<u>\$ 56,865,475</u>

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
FINANCIAL STATEMENT
MARCH 31, 1991

Auditors' Report
Statement of Revenue and Expenditure
Notes to the Financial Statement

AUDITORS' REPORT

To the Chairman, Standing Committee on Legislative Offices

We have audited the statement of revenue and expenditure of the Office of the Auditor General for the year ended March 31, 1991. This financial statement is the responsibility of the Office's management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, this financial statement presents fairly, in all material respects, the revenue and expenditure of the Office for the year ended March 31, 1991 in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statement.

Kingston Ross Pasnak
Chartered Accountants

Edmonton, Alberta
August 28, 1991

Statement No. 8.7 (cont'd)

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
STATEMENT OF REVENUE AND EXPENDITURE
YEAR ENDED MARCH 31, 1991

	1991	1990
REVENUE		
Audit fees	\$ 873,374	\$ 685,109
Miscellaneous	8,262	15,704
	<u>881,636</u>	<u>700,813</u>
EXPENDITURE		
Manpower		
Salaries and wages	6,578,400	6,445,982
Employer contributions	883,986	854,302
Allowances and benefits	147,708	118,328
	<u>7,610,094</u>	<u>7,418,612</u>
Supplies and services		
Agent fees	2,450,516	2,035,906
Travel expenses	229,494	226,061
Other professional services	108,585	138,200
Materials and supplies	103,791	128,211
Repairs and maintenance	100,464	99,805
Rental of equipment	24,684	30,429
Computer services	13,662	9,659
Miscellaneous	16,649	34,009
	<u>3,047,845</u>	<u>2,702,280</u>
Purchase of capital assets		
Computer equipment	219,683	398,378
Other	14,263	5,504
	<u>233,946</u>	<u>403,882</u>
	<u>10,891,885</u>	<u>10,524,774</u>
EXCESS OF EXPENDITURE OVER REVENUE FOR THE YEAR	<u>\$10,010,249</u>	<u>\$ 9,823,961</u>

The accompanying notes are part
of this financial statement.

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1991

Note 1 Authority

The Office of the Auditor General operates under the authority of the Auditor General Act, Chapter A-49, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

This financial statement has been prepared in accordance with generally accepted accounting principles except that purchases of capital assets are charged to expenditure in the year of purchase.

The operations of the Office of the Auditor General are financed from the General Revenue Fund of the Province and accordingly all revenue has been credited to the General Revenue Fund and all expenditure has been made therefrom. As the financial transactions of the Office of the Auditor General are only part of the General Revenue Fund it is not considered meaningful to present a separate balance sheet.

The Office of the Auditor General is not charged with the costs relating to accommodation and certain administrative services. These costs are reflected in the programs of the supplying departments.

Note 3 Audit Fees

In accordance with section 14 of the Auditor General Act, with the approval of the Standing Committee on Legislative Offices, audit fees are charged for professional services to organizations that pay the fee from funds other than the General Revenue Fund.

Note 4 Approval of Financial Statement

This financial statement was approved by management.



SECTION 9

1990-91

PUBLIC ACCOUNTS

ALPHABETICAL INDEX OF FUNDS AND AGENCIES

ALPHABETICAL INDEX OF
FUNDS AND AGENCIES

	Page
Alberta Agricultural Development Corporation	6.4
Alberta Agricultural Research Institute	6.11
Alberta Alcohol and Drug Abuse Commission	6.109
Alberta Art Foundation, The	6.32
Alberta Capital Fund	5.15
Alberta Dairy Control Board	6.14
Alberta Educational Communications Corporation, The	6.138
Alberta Electric Energy Marketing Agency	6.73
Alberta Environmental Research Trust	6.89
Alberta Foundation for the Literary Arts, The	6.36
Alberta Foundation for the Performing Arts, The	6.39
Alberta General Insurance Company, The	7.15
Alberta Government Telephones Commission, The	7.38
Alberta Hail and Crop Insurance Corporation	6.18
Alberta Heritage Foundation for Medical Research Endowment Fund	5.25
Alberta Heritage Savings Trust Fund	5.30
Alberta Heritage Scholarship Fund	5.42
Alberta Historical Resources Foundation, The	6.44
Alberta Insurance Council	6.29
Alberta Intermodal Services Ltd.	7.18
Alberta Liquor Control Board	7.32
Alberta Mortgage and Housing Corporation	6.115
Alberta Motion Picture Development Corporation	6.62
Alberta Multiculturalism Fund	6.49
Alberta Municipal Financing Corporation	6.156
Alberta Oil Sands Technology and Research Authority	6.76
Alberta Opportunity Company	6.67
Alberta Petroleum Incentives Program Fund	5.60
Alberta Petroleum Marketing Commission	6.79
Alberta Planning Fund	5.60
Alberta Provincial Corporation Loan Fund	5.60
Alberta Racing Commission	6.133
Alberta Research Council	6.143
Alberta Resources Railway Corporation	6.151
Alberta Risk Management Fund	5.60
Alberta Special Waste Management Corporation	6.92
Alberta Sport Council	6.124
Alberta Terminals Canola Crushers Ltd.	7.3
Alberta Terminals Ltd.	7.9
Calgary Area Hospital Advisory Council Fund	6.113
Canadian Pooled Equities Fund	5.60
Credit Union Deposit Guarantee Corporation	7.55
Crop Reinsurance Fund of Alberta	5.60
Culture and Multiculturalism Revolving Fund	4.3
Education Revolving Fund	4.7
Energy Resources Conservation Board	6.100
Environment Council of Alberta	6.96
Farm Credit Stability Fund	5.46
Fish and Wildlife Trust Fund	5.60
Forest Development Research Trust Fund	5.60
Forestry, Lands and Wildlife Revolving Fund	4.15

ALPHABETICAL INDEX OF FUNDS AND AGENCIES

Gas Alberta Operating Fund	4.31
General Revenue Fund	2.3
Glenbow-Alberta Institute	6.52
Government House Foundation, The	6.59
Health Care Insurance Fund	5.10
Horned Cattle Purchases Act Trust Account, The	5.60
Irrigation Land Manager	6.26
Land Purchase Fund	4.38
Livestock Identification and Brand Inspection Fund	5.60
Livestock Patrons' Assurance Fund	5.60
Long-Term Disability Benefit Fund - Bargaining Unit	5.60
Long-Term Disability Benefit Fund - Management, Opted Out and Excluded	5.60
Lottery Fund	5.5
Motion Picture Development Fund	5.60
Motor Vehicle Accident Claims Fund	5.60
Natural Gas Rebates Fund	5.60
NovAtel Communications Ltd.	7.47
Pension Fund	5.50
Personal Property Security Assurance Fund	5.60
Personnel Administration Office Revolving Fund	4.19
Province of Alberta	1.3
Provincial Judges and Masters in Chambers Pension Fund	5.60
Provincial Sinking Fund	2.17
Public Utilities Board	6.83
Public Works, Supply and Services Revolving Fund	4.22
Recreation and Parks Revolving Fund	4.26
Recreation, Parks and Wildlife Foundation, The	6.128
Registrar's Assurance Fund	5.60
Rural Electrification Revolving Fund	5.60
S C Financial Ltd.	7.60
S C Properties Ltd.	7.64
School Foundation Program Fund	5.3
Small Business Term Assistance Fund	5.55
Stray Animals Act Fund	5.60
Students Loan Fund	5.60
Take-or-pay Costs Sharing Fund	6.87
Tourism Education Fund	6.148
Tourism Revolving Fund	4.29
Transportation Revolving Fund	4.34
Treasury Branches Deposits Fund	7.69
Treasury Revolving Fund	4.42
United States Pooled Equities Fund	5.60
Utility Companies Income Tax Rebates Fund	5.60
Victims' Programs Assistance Fund	5.60
Water Resources Revolving Fund	4.11
Wild Rose Foundation, The	6.105
Workers' Compensation Board, The	7.22
391760 Alberta Ltd.	7.76
413553 Alberta Ltd.	7.81